

Large Cap Quality Value Portfolio

Third Quarter 2022

Portfolio Review

The Large Cap Quality Value portfolio outperformed the Russell 1000 Value Index in the third quarter. Good stock selection and an overweight in consumer discretionary and good stock selection in industrials contributed positively to performance. Poor stock selection in health care and an underweight in energy detracted from performance.

The biggest contributors to performance were Trane Technologies and Charles Schwab.

- Strong orders and a firm pipeline are indicative of the demand for Trane Technologies' HVAC products, many of which improve the energy efficiency of its customers.
- Charles Schwab's banking business, which manages its client cash balances, benefited from higher interest rates.
- Other top contributors included Lamb Weston, Lowe's, and TJX.

The biggest detractors to performance were Travelers and Oracle.

- After a period of outperformance over the past year driven by strong operational results, Travelers was somewhat weak this quarter.
- Despite seeing strong traction in its cloud offerings, Oracle was impacted by the negative sentiment in the technology sector and a potential slowdown in technology spend by the company's customers.
- Other bottom contributors included Fidelity National Information Services, STERIS, and U.S. Bancorp.

Purchases and Sales

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

Outlook

We believe the plethora of bad news has led the stock market to a price level that already discounts a shallow-to-mild recession. However, simply put, equities will not bottom out until long-term bond yields (10 to 30 year) stop increasing. It was not a coincidence that stocks rallied from the middle of June until the middle of August when long-term yields were declining. We need a sustained decline in reported inflation statistics for this to happen. This seems likely at some point over the next six-to-twelve months. Monetary policy is working—raw material prices are falling (including oil); housing and autos are being hit hard (including used car prices and even new recently); semiconductors have turned from a shortage to a surplus in many areas; and many companies are starting to shed workers. Supply chain difficulties, which the Fed cannot directly control, are improving as well, but the Russian war and China's zero-COVID policy continue to create some supply difficulties. Given pessimistic investor sentiment, bearish positioning, and many attractively valued companies on a long-term basis, any better-than-feared news on the course of future interest rate increases could cause the markets to substantially improve from here. Historically, periods of stock market pessimism with zero speculation in them have been good long-term entry points for patient investors.

Portfolio Highlights

Style: Large Cap
Sub-Style: Value
Index: Russell 1000[®] Value
Portfolio Inception: 1994
Portfolio Assets: \$527.6 M*
Portfolio Turnover: 25%–35%

Investment Management Team

Name	Years of research experience
Douglas S. Foreman, CFA Chief Investment Officer	36
Richard Sherry, CFA Portfolio Manager + Senior Research Analyst	24
Chris Armbruster, CFA Senior Research Analyst	17
Noran Eid Research Analyst	9

Top Five Holdings

As of September 30, 2022

Company	Percent of equity (%)
Travelers	4.8
Trane Technologies	4.8
Lowe's Companies	4.1
Linde	4.0
Lamb Weston	3.8
Total	21.5

* 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. 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 KAR 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 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, but is often longer 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

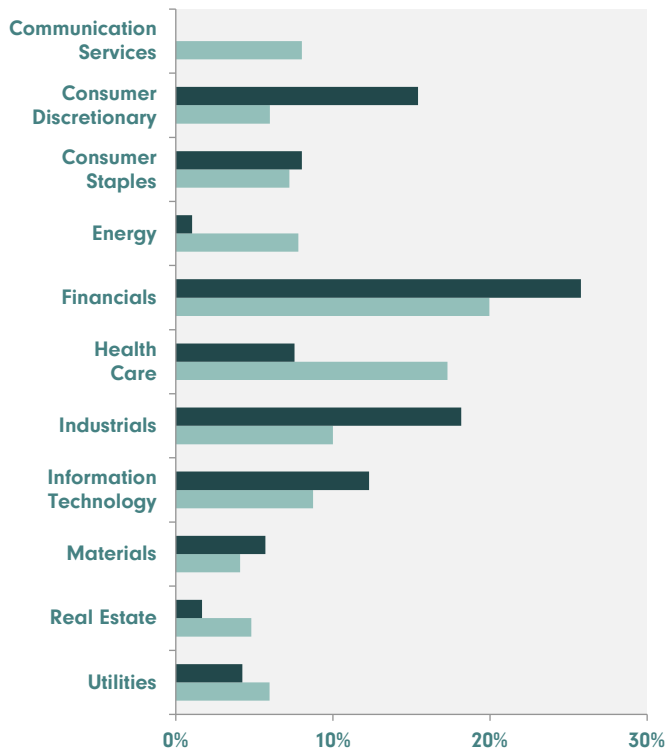
Higher Quality

Stronger, More Consistent Growth

Better Value

Sector Diversification

As of September 30, 2022



KAR Large Cap Quality Value

Russell 1000 Value Index

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 September 30, 2022

	KAR Large Cap Quality Value	Russell 1000 Value Index
Quality		
Return on Equity—Past 5 Years	20.8%	16.1%
Total Debt/EBITDA	2.6 x	3.8 x
Earnings Variability—Past 10 Years	29.0%	54.7%
Growth		
Earnings Per Share Growth—Past 5 Years	9.5%	11.0%
Earnings Per Share Growth—Past 10 Years	8.4%	7.7%
Dividend Per Share Growth—Past 5 Years	10.3%	7.0%
Dividend Per Share Growth—Past 10 Years	12.3%	9.0%
Capital Generation—{ROE x (1-Payout)}	11.9%	9.4%
Value		
P/E Ratio—Trailing 12 Months	20.2 x	15.4 x
Dividend Yield	2.1%	2.5%
Free Cash Flow Yield*	3.9%	5.5%
Market Characteristics		
\$ Weighted Average Market Cap	\$79.0 B	\$135.0 B
Beta – Tenure Period†	0.87	1.00
Annualized Standard Deviation—Tenure Period†	14.6%	16.1%

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

†Period from April 1, 2006 to September 30, 2022. This period delineates the period that Richard Sherry, CFA has managed the portfolio as the sole portfolio manager. Beta and standard deviation for the KAR strategy are based on net of fee returns.

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.

Large Cap Quality Value Portfolio

Third Quarter 2022

Risk-Return Analysis

Tenure Period*



Historical Returns

	KAR Large Cap Quality Value (gross)	KAR Large Cap Quality Value (net) [†]	Russell 1000 [®] Value Index
--	-------------------------------------	--	---------------------------------------

Annualized Returns (%)[†]

As of September 30, 2022

3 rd Quarter	(3.98)	(4.13)	(5.62)
Year to Date	(21.42)	(21.78)	(17.75)
One Year	(12.71)	(13.24)	(11.36)
Three Years	5.38	4.75	4.36
Five Years	8.37	7.72	5.29
Seven Years	10.07	9.41	8.15
Ten Years	10.08	9.43	9.17
Inception*	7.87	7.23	6.46

Annual Returns (%)

2021	25.08	24.35	25.16
2020	13.14	12.47	2.80
2019	29.61	28.85	26.54
2018	(3.90)	(4.47)	(8.27)
2017	18.58	17.88	13.66
2016	10.70	10.04	17.34
2015	(3.09)	(3.67)	(3.83)
2014	13.88	13.20	13.45
2013	29.95	29.19	32.53
2012	13.63	12.96	17.51
2011	1.65	1.04	0.39
2010	14.30	13.62	15.51
2009	26.02	25.28	19.69
2008	(30.58)	(31.01)	(36.85)
2007	1.45	0.84	(0.17)
2006	14.21	13.71	15.40

Performance Statistics

Tenure Period*

	KAR Large Cap Quality Value (gross)	KAR Large Cap Quality Value (net)	Russell 1000 [®] Value Index
Alpha	1.94	1.33	0.00
Beta	0.87	0.87	1.00
Sharpe Ratio	0.47	0.43	0.34
Downside Capture	82.86	84.13	100.00
R-Squared	92.45	92.45	100.00

*Period from April 1, 2006 to September 30, 2022. This period delineates the period that Richard Sherry, CFA has managed the portfolio as the sole portfolio manager.

[†]All periods less than one year are total returns and are not annualized. Returns are preliminary. Returns could be reduced, or losses incurred, due to currency fluctuations.

[‡]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 calculations are for the nine months ended December 31, 2006.

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. 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.**

Large Cap Quality Value Portfolio

Third Quarter 2022

Disclosure

Year	Composite Gross Return (%)	Composite Net Return (%)	Russell 1000® 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	1.65	0.63	0.39	18.19	20.98	24	0.21	63	5,232
2012	13.63	12.51	17.51	14.75	15.73	66	0.50	177	6,545
2013	29.95	28.68	32.53	12.04	12.88	61	0.34	183	7,841
2014	13.88	12.75	13.45	8.95	9.33	69	0.28	218	7,989
2015	(3.09)	(4.06)	(3.83)	11.08	10.83	65	0.27	197	8,095
2016	10.70	9.61	17.34	11.43	10.93	75	0.27	209	9,989
2017	18.58	17.41	13.66	10.44	10.34	394	1.29	465	14,609
2018	(3.90)	(4.86)	(8.27)	10.33	10.98	381	0.50	385	17,840
2019	29.61	28.35	26.54	10.64	12.02	379	0.45	464	25,685
2020	13.14	12.03	2.80	17.16	19.90	376	1.54	466	39,582

The Russell 1000® 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 Large Cap Quality Value Composite has had a performance examination for the period from January 1, 1999 through December 31, 2020. The verification and performance examination reports are available upon request.

GIPS® is a registered trademark of CFA Institute. CFA Institute does not endorse or promote this organization, nor does it warrant the accuracy or quality of the content contained herein.

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 Large Cap Quality Value Portfolios. Large Cap Quality Value Portfolios are invested in equity securities with market capitalizations consistent with the Russell 1000® Value Index, that have rising free cash flow, rising dividends and or stock repurchases, strong balance sheets and a high relative yield. For comparison purposes, the composite is measured against the Russell 1000® Value Index. The Russell 1000® Value Index is a market capitalization-weighted index of value-oriented stocks of the 1,000 largest companies in the Russell Universe, which comprises of 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 October 1994. The composite was created in October 1994. 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 model management fee used for the net returns in this table is 1.00% for all periods presented. The standard Institutional management fee schedule currently in effect is as follows: 0.70% for the first \$10 million; 0.55% on the next \$25 million; 0.45% on the next \$50 million; 0.35% 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 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 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 measures the variability of the composite (using gross returns) and the benchmark for the 36-month period.

GLOSSARY

Alpha: A risk-adjusted measure of an investment's excess return relative to a benchmark. Beta: A quantitative measure of the volatility, or systematic risk, of a security or a portfolio in comparison to the market as a whole. Downside Capture Ratio: A statistical measure of an investment manager's overall performance in down-markets. It is used to evaluate how well an investment manager performed relative to an index during periods when that index has dropped. R2: A measure that represents the percentage of a fund or security's movements that can be explained by movements in a benchmark index.

INDEX DEFINITION

The Russell 1000® Value Index is a market capitalization-weighted index of value-oriented stocks of the 1,000 largest 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. The index is unmanaged, its returns do not reflect any fees, expenses, or sales charges, and is not available for direct investment.