

Large Cap Sustainable Growth Portfolio

Third Quarter 2022

Portfolio Review

The Large Cap Sustainable Growth portfolio outperformed the Russell 1000 Growth Index in the third quarter. Good stock selection and an underweight in information technology and communication services contributed positively to performance. Poor stock selection and an overweight in consumer staples and poor stock selection in financials detracted from performance.

The biggest contributors to performance during the quarter were Trade Desk and Paycom Software. Many advertising-sensitive businesses have reported disappointing numbers and soft guidance impacted by the macroeconomic sensitivity of advertising spending. With that backdrop, expectations for Trade Desk's second quarter earnings report were low but the company experienced strong revenue and margin growth. Secular growth from connected TV (CTV) and shopper marketing (neither impacted by privacy changes) trumped any slowdown in ad volumes. In fact, we believe the company appears to be gaining share due to the efficiency and measurability of spending on its platform. Paycom Software experienced strong returns from its increased marketing push, adding new customers and upselling existing customers to newer products such as the company's Better Employee Transaction Interface that allows employees to process their own payroll. The company also raised its 2022 guidance. Other top contributors included Avalara, Amazon.com, and Bill.com

The biggest detractors to performance during the quarter were NVIDIA and Visa. NVIDIA missed estimates this quarter and took an inventory write-down due to excess gaming chips at original equipment manufacturers (OEMs) and channel partners brought on by fears of chip shortages. The U.S. government's decision to impose new export restrictions of the company's datacenter chips to China in the interest of national security has also been a negative for the company. Visa declined as concerns are emerging over a potential bill in Congress designed to open the option that Visa-issued (and Mastercard) credit card transactions be routed across some new, currently non-existent third-party network to increase competition. Visa earns transaction fees for this routing. In our view, while the idea of someone building a competing rail seems unlikely, there are some examples (Russia and Brazil) where national payment networks have been developed. Other bottom contributors included NIKE, Zoetis, and Estee Lauder.

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.

Purchases and Sales

New Purchases	Complete Sales
None	Avalara

Portfolio Highlights

Style: Large Cap
Sub-Style: Growth
Index: Russell 1000[®] Growth
Portfolio Assets: \$1,268.1 M*
Portfolio Turnover: 25%–35%

Investment Management Team

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

Top Five Holdings

As of September 30, 2022

Company	Percent of equity (%)
Amazon.com	9.2
Visa	6.1
Paycom Software	4.9
Amphenol	4.1
NVIDIA	3.9
Total	28.2

* Figures in USD

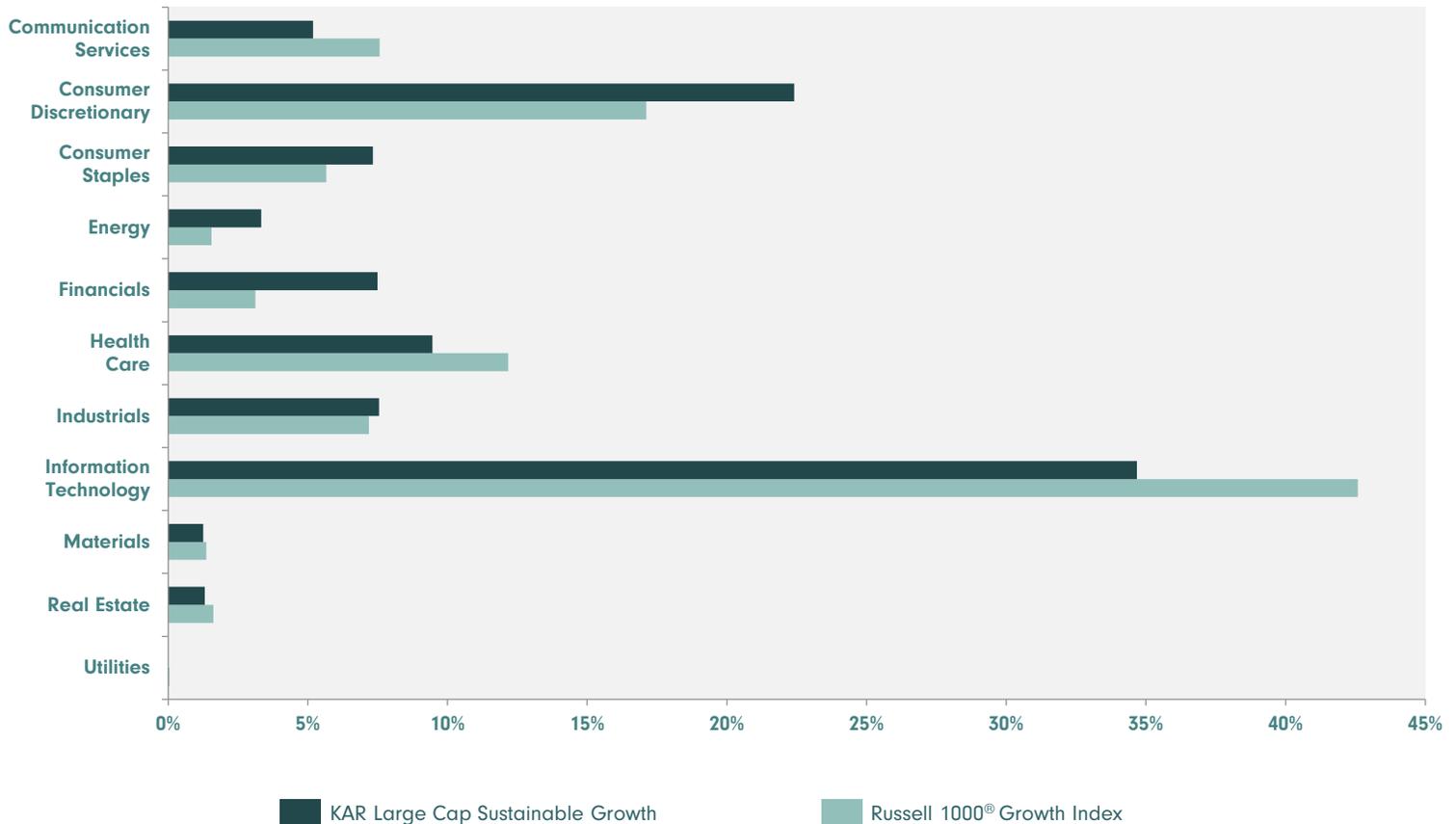
This report is based on the assumptions and analysis made and believed to be reasonable by Advisor. However, no assurance can be given that Advisor's opinions or expectations will be correct. This report is intended for informational purposes only and should be not considered a recommendation or solicitation 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
<p>Quantitative Methods</p> <ul style="list-style-type: none"> Investment conferences Meetings with companies Industry reviews Research on existing portfolio holdings Third-party research <p>Quantitative Screens</p> <ul style="list-style-type: none"> High return on capital over a full economic cycle Earnings surprise Long and resilient earnings history High return on net operating assets Minimal debt 	<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>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>Negative Company or Industry Changes</p> <p>Portfolio Upgrade</p> <p>Acquisition Activity</p> <p>Extended Valuation</p>
<p>Higher Quality Stronger, More Consistent Growth Better Value</p>			

Sector Diversification

As of September 30, 2022



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Portfolio Characteristics

As of September 30, 2022

	KAR Large Cap Sustainable Growth	Russell 1000® Growth Index
Quality		
Return on Equity—Past 5 Years	27.2%	29.5%
Total Debt/EBITDA	2.8 x	2.0 x
Earnings Variability—Past 10 Years	44.1%	46.3%
Growth		
Sales Per Share Growth—Past 5 Years	14.6%	15.5%
Earnings Per Share Growth—Past 5 Years	18.2%	23.7%
Earnings Per Share Growth—Past 10 Years	16.2%	14.7%
Value		
P/E Ratio—Trailing 12 Months	29.7 x	25.0 x
P/E Ratio—1-Year Forecast FY EPS	25.4 x	20.8 x
Free Cash Flow Yield†	2.6%	3.7%
Market Characteristics		
\$ Weighted Average Market Cap	\$199.9 B	\$709.8 B
Largest Market Cap	\$1,149.7 B	\$2,236.8 B

Performance Statistics

Inception* to September 30, 2022

	KAR Large Cap Sustainable Growth (gross)	KAR Large Cap Sustainable Growth (net)	Russell 1000® Growth Index
Annualized Standard Deviation	17.68	17.68	15.75
Beta	1.07	1.07	1.00
Sharpe Ratio	0.68	0.64	0.87
R-Squared	90.47	90.47	100.00

Historical Returns

	KAR Large Cap Sustainable Growth (gross)	KAR Large Cap Sustainable Growth (net)§	Russell 1000® Growth Index
Annualized Returns (%)			
As of September 30, 2022			
3 rd Quarter	0.02	(0.13)	(3.60)
Year to Date	(37.57)	(37.87)	(30.66)
One Year	(35.28)	(35.68)	(22.59)
Three Years	6.29	5.66	10.67
Five Years	8.29	7.64	12.17
Seven Years	11.19	10.53	13.74
Ten Years	11.94	11.28	13.70
Inception*	12.56	11.89	14.33
Annual Returns (%)			
2021	13.12	12.45	27.60
2020	50.86	49.99	38.49
2019	41.07	40.25	36.39
2018	(6.37)	(6.94)	(1.51)
2017	35.93	35.13	30.21
2016	(0.03)	(0.63)	7.08
2015	10.43	9.78	5.67
2014	12.66	11.99	13.05
2013	30.66	29.89	33.48
2012	14.76	14.08	15.26

*January 1, 2012

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

§Net of all fees and expenses. Assumes a 0.70% 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.

^{||}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.

This material is deemed supplemental and complements the performance and disclosure at the end of this presentation. For further details on the composite, please see the disclosure statement in 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.**

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Disclosure

Year	Composite Gross Return (%)	Composite Net Return (%)	Russell 1000® Growth Index Return (%)	Composite 3-Yr Std Dev (%)	Benchmark 3-Yr Std Dev (%)	Number of Accounts	Internal Dispersion (%)	Composite Assets (\$ Millions)	Firm Assets (\$ Millions)
2012	14.76	13.63	15.26	N/A	N/A	24	0.03	583	6,545
2013	30.66	29.39	33.48	N/A	N/A	25	0.08	674	7,841
2014	12.66	11.54	13.05	10.39	9.73	25	0.14	681	7,989
2015	10.43	9.34	5.67	12.33	10.85	31	0.35	687	8,095
2016	(0.03)	(1.03)	7.08	13.24	11.31	57	0.06	928	9,989
2017	35.87	34.55	30.21	12.52	10.69	142	1.50	1,175	14,609
2018	(6.43)	(7.37)	(1.51)	14.27	12.30	217	0.18	991	17,840
2019	41.05	39.68	36.39	16.39	13.26	284	0.66	1,304	25,685
2020	51.02	49.56	38.49	22.25	19.92	439	1.23	2,027	39,582

The Russell 1000® Growth Index is a trademark/service mark of Frank Russell Company. Russell® is a trademark of Frank Russell Company.

KAR (as defined below) claims compliance with the Global Investment Performance Standards (GIPS®) and has prepared and presented this report in compliance with the GIPS® standards. KAR has been independently verified for the period from January 1, 1999 through December 31, 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 Sustainable Growth 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 Large Cap Sustainable Growth Portfolios. Large Cap Sustainable Growth Portfolios are invested in equity securities with market capitalizations consistent with the Russell 1000® Growth Index, that have market control, rising free cash flow, shareholder-oriented management, strong consistent profit growth and low-debt balance sheets. For comparison purposes, the composite is measured against the Russell 1000® Growth Index. The Russell 1000® Growth Index is a market capitalization-weighted index of growth-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 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 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 gross of management fees and 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 or for time periods less than one 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.

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. R2: A measure that represents the percentage of a fund or security's movements that can be explained by movements in a benchmark index. Sharpe Ratio: A risk-adjusted measure calculated using standard deviation and excess return to determine reward per unit of risk. Standard Deviation: Measures variability of returns around the average return for an investment portfolio. Higher standard deviation suggests greater risk.

INDEX DEFINITION

The Russell 1000® Growth Index is a market capitalization-weighted index of growth-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.