

Global Small Cap Portfolio

Fourth Quarter 2023

Market Review

This year proved to be an outstanding year for the capital markets, with the fourth quarter contributing the strongest gains of the year. At the start of the year, investors were braced for an imminent recession, which never materialized. The S&P 500 Index advanced 11.69% in the fourth quarter alone bringing the year-to-date return to 26.29%. Large-capitalization growth stocks, as measured by the Russell 1000 Growth Index, gained 14.16% in the fourth quarter. Value stocks, as measured by the Russell 1000 Value Index, lagged returning 9.50% in the fourth quarter. The Magnificent Seven (Alphabet, Amazon, Apple, Meta Platforms, Microsoft, NVIDIA, and Tesla) were responsible for most of the outperformance by large growth stocks during 2023. Market breadth started to improve in the fourth quarter with the Russell 2000 Index of small capitalization stocks advancing 14.03% in the quarter. International and emerging market stocks continued to lag U.S. markets. The MSCI EAFE Index advanced 10.42% in the quarter while the MSCI Emerging Markets Index increased 7.86% for the fourth quarter. Falling interest rates due to the continued improvement in the inflation outlook was the principal reason equities performed so well during the fourth quarter.

Portfolio Review

The Global Small Cap portfolio slightly underperformed the MSCI All Country World Small Cap Index in the fourth quarter. Poor stock selection and an underweight in consumer discretionary and poor stock selection in information technology detracted from performance. Good stock selection in industrials and communication services contributed positively to performance. From a geographic perspective, good stock selection and an overweight in Europe ex. U.K. and the United Kingdom contributed positively to performance. Poor stock selection and an underweight in the United States and poor stock selection in Asia ex. Japan detracted from performance.

The biggest contributors to performance during the quarter were Simpson Manufacturing and Baltic Classifieds. Simpson Manufacturing's shares performed strongly following the company's reports of better-than-expected operating results and improved profitability. Baltic Classifieds is the leading online classifieds group in the Baltics. The company's share price had declined sharply in early in 2022 following the Russian invasion of Ukraine. Since that time, Baltic has continued to generate strong growth in revenues and earnings. Over the course of 2023, the company continued to report excellent results and the shares reacted positively. Other top contributors included Auto Trader, Mortgage Advice Bureau, and Moelis.

The biggest detractors from performance during the quarter were Fox Factory and Ryan Specialty. Fox Factory suffered from a continued downdraft in its Specialty Sports business in its most recent quarter. Additionally, Fox Factory acquired a baseball bat and accessory company, which the market appears to view as an expansion into a non-core market. Ryan Specialty's shares declined in the quarter as investors anticipated the potential for slowing interest rate increases across the property and casualty insurance industry as inflation moderates. Other bottom contributors included FDM Group, Mercari, and CAE.

Purchases and Sales

During the quarter, we purchased Sarana Menara and we sold Max Stock. Sarana Menara is the second largest cellular tower operator in Indonesia. Increasing mobile voice and data use continues to drive increased demand for tower capacity, which in our view should lead to increased revenue and profits over time for Sarana Menara. However, revenue growth for the company has been subdued recently as their largest customer rationalizes capacity following a significant acquisition. This led to what we believe was an attractive entry point for the stock. Max Stock is a discount retailer in Israel. We exited our position due to increased geopolitical risk because of the recent conflict.

*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 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.**

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Portfolio Highlights

Style: Small Cap
Index: MSCI® ACWI Small Cap Index
Portfolio Inception: 2016
Portfolio Assets: \$236.7 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 Small Cap Index
- To achieve this return objective with a portfolio that exhibits lower overall risk characteristics

Investment Management Team

Name	Research Start Date
Todd Bailey, CFA Portfolio Manager + Senior Research Analyst	1999
Craig Thrasher, CFA Portfolio Manager + Senior Research Analyst	2003

Top 5 Holdings

As of December 31, 2023

Company	Country	Percent of equity (%)
Simpson Manufacturing	United States	6.4
Baltic Classifieds	Lithuania	6.2
Primerica	United States	5.6
Rightmove	United Kingdom	5.5
Tegma Gestao Logistica	Brazil	5.1
Total		28.8

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 and Geographic Tolerances <ul style="list-style-type: none"> Seek broad diversification, but no sector or geographic 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

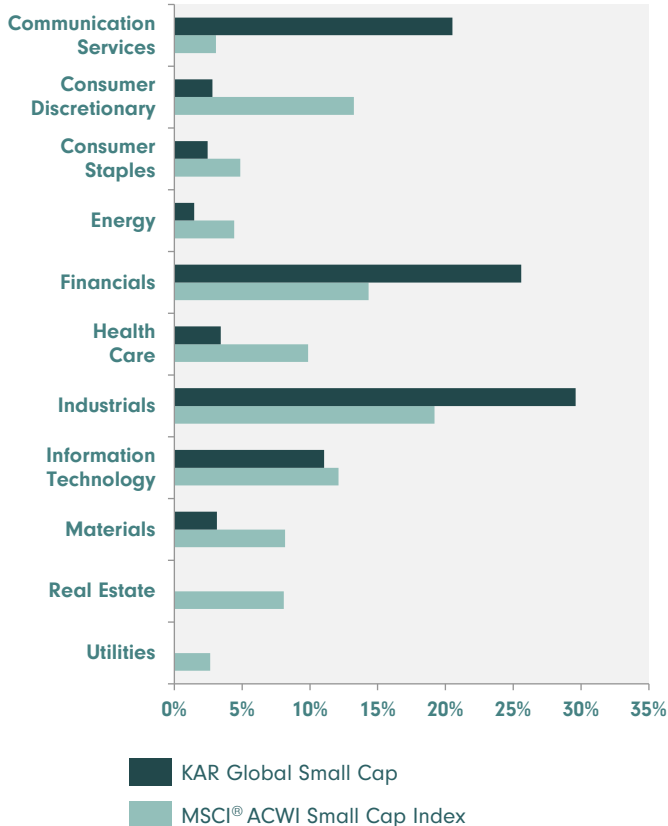
Higher Quality

Stronger, More Consistent Growth

Better Value

Sector Diversification

As of December 31, 2023



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 December 31, 2023

	KAR Global Small Cap	MSCI® ACWI Small Cap Index
Quality		
Return on Equity—Past 5 Years	25.3%	11.2%
Debt/EBITDA*	0.7 x	2.2 x
Interest Expense Coverage	10.0 x	5.4 x
Growth		
Earnings Per Share Growth—Past 5 Years	6.1%	10.8%
Earnings Per Share Growth—Past 10 Years	14.7%	8.5%
Dividend Per Share Growth—Past 5 Years	7.8%	7.6%
Dividend Per Share Growth—Past 10 Years	12.5%	7.0%
Value		
P/E Ratio—Trailing 12 Months	21.1 x	24.1 x
Dividend Yield	2.3%	2.1%
Market Characteristics		
\$ Weighted Average Market Cap—3-Year Avg.	\$3.5 B	\$3.9 B
Largest Market Cap—3-Year Avg.	\$9.5 B	\$394.5 B

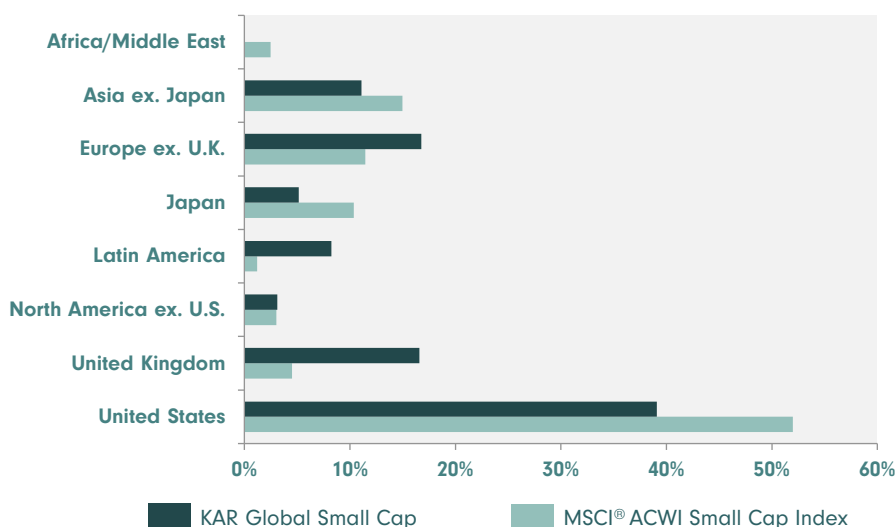
* KAR utilizes the interquartile method when calculating Debt/EBITDA. The interquartile method excludes outliers from an aggregate statistic such as weighted average. The interquartile method does not assume that data from the top or bottom of the distribution are outliers—only the extreme ends are excluded—and that it can be applied consistently as a quantitative method for most fundamental characteristics. Debt/EBITDA utilizes net debt for the calculation. 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.

Global Small Cap Portfolio

Fourth Quarter 2023

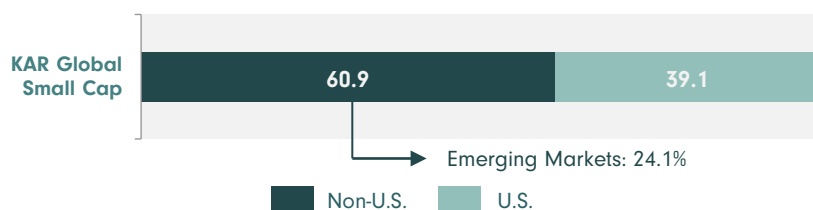
Geographical Exposure

As of December 31, 2023



U.S. vs. Non-U.S.

As of December 31, 2023



Historical Returns

	KAR Global Small Cap (gross)	KAR Global Small Cap (net) [‡]	MSCI® ACWI Small Cap Index
Annualized Returns (%)[†]			
As of December 31, 2023			
4 th Quarter	11.62	11.38	11.98
One Year	25.00	23.89	16.84
Three Years	3.84	2.91	3.33
Five Years	14.02	13.01	9.85
Seven Years	15.40	14.38	7.83
Inception*	16.58	15.55	8.30
Annual Returns (%)			
2023	25.00	23.89	16.84
2022	(20.47)	(21.20)	(18.67)
2021	12.63	11.63	16.09
2020	36.18	34.98	16.33
2019	26.40	25.29	24.65
2018	3.16	2.24	(14.39)
2017	37.08	35.88	23.81
2016	25.21	24.11	11.59

*January 1, 2016

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

[‡]Net of all fees and expenses. Assumes a 0.90% annual fee.

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 final unless otherwise specified. 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. 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.

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Peer Comparison Chart

Inception* to December 31, 2023



The eVestment Global Small Cap Universe includes 52 managers categorized in the global small cap asset class by eVestment. KAR does not pay any fees to be included in the eVestment Global Small Cap Universe or for the ranking itself. KAR does pay fees for the use of certain products and services provided by eVestment. eVestment rankings are based on gross of fee returns. Gross of fee returns will be reduced by investment management fees and other expenses that may be incurred in the management of the account. Management fees are described in KAR's Form ADV Part 2A, which is available upon request and can also be found at <https://kayne.com/wp-content/uploads/ADV-Part-2A.pdf>. Returns could be reduced or losses incurred due to currency fluctuations. **Past performance is no guarantee of future results.**

Performance Statistics

Inception* to December 31, 2023

	KAR Global Small Cap (gross)	KAR Global Small Cap (net)	MSCI® ACWI Small Cap Index
Alpha	8.45	7.48	0.00
Sharpe Ratio	0.86	0.80	0.36
Information Ratio	1.34	1.18	N/A
Beta	0.89	0.89	1.00
Downside Capture	75.31	76.99	100.00
Tracking Error	6.17	6.17	N/A

Global Small Cap Composite

Fourth Quarter 2023

Disclosure

Year	Composite Gross Return (%)	Composite Net Return (%)	MSCI® ACWI Small Cap Index Return (%)	Composite 3-Yr Std Dev (%)	Benchmark 3-Yr Std Dev (%)	Number of Accounts	Internal Dispersion (%)	Composite Assets (\$ Millions)	Firm Assets (\$ Millions)
2016	25.21	24.11	11.59	N/A	N/A	< 5	N/A	4	9,989
2017	37.08	35.88	23.81	N/A	N/A	< 5	N/A	5	14,609
2018	3.16	2.24	(14.39)	11.83	12.49	< 5	N/A	5	17,840
2019	26.40	25.29	24.65	11.82	12.77	< 5	N/A	3	25,685
2020	36.18	34.98	16.33	20.88	22.96	< 5	N/A	9	39,582
2021	12.63	11.63	16.09	20.20	21.58	< 5	N/A	111	47,269
2022	(20.47)	(21.20)	(18.67)	22.98	24.17	< 5	N/A	144	33,531

The MSCI® ACWI 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, 2022.

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 Global Small Cap Composite has had a performance examination for the period from January 1, 2016 through December 31, 2022. 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 Global Small Cap Portfolios. Global Small Cap Portfolios are invested in equity securities with market capitalizations in line with the MSCI® ACWI 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 Small Cap Index (net). The MSCI® ACWI Small Cap Index is a market capitalization-weighted index of small-capitalization stocks of the MSCI® Global Investable Market Indices Universe. 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 2016. The composite was created in January 2016. 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 0.90% for all periods presented. The standard management fee schedule currently in effect is as follows: 0.90% for

the first \$50 million; 0.80% on the next \$50 million; 0.70% on the next \$100 million; 0.60% 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, 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 2018 because 36 monthly composite returns are not available.

GLOSSARY: Alpha: A risk-adjusted measure of an investment's excess return relative to a benchmark. Sharpe Ratio: A risk-adjusted measure calculated using standard deviation and excess return to determine reward per unit of risk. Information Ratio: The information ratio (IR) is a measurement of portfolio returns beyond the returns of a benchmark, usually an index, compared to the volatility of those returns. 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 downmarkets. It is used to evaluate how well an investment manager performed relative to an index during periods when that index has dropped. Tracking Error: The divergence between the price behavior of a position or a portfolio and the price behavior of a benchmark. It is reported as a

standard deviation percentage difference, which reports the difference between the return an investor receives and that of the benchmark they were attempting to imitate.

INDEX DEFINITION: The MSCI® ACWI Small Cap Index is a free float-adjusted market capitalization-weighted index that measures small cap equity performance of developed and emerging markets. The index is calculated on a total return basis with net dividends reinvested. The index is calculated on a total return basis with net dividends reinvested. The index is unmanaged, its returns do not reflect any fees, expenses, or sales charges, and is not available for direct investment.