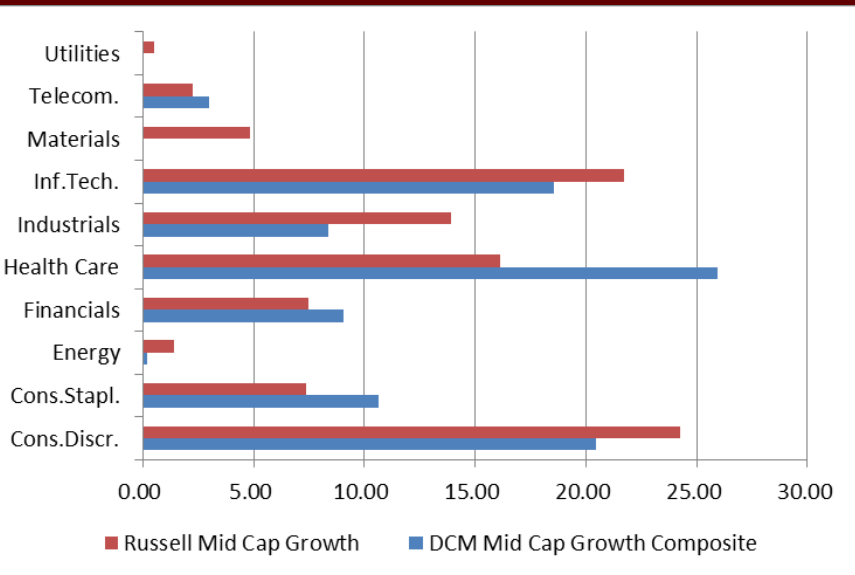


Portfolio Sector Allocation – September 2016



Mid-Cap Growth Strategy

Decatur Capital's Mid-Cap Growth strategy focuses on stocks with positive EPS estimate revisions, accelerating EPS growth and EPS surprises. Portfolio holdings range between 40-60 stocks.

Portfolio Commentary

The Mid-Cap Growth Composite gross TR was -0.04% compared to the Russell Mid-Cap Growth's TR of -0.05% in September 2016.

In terms of portfolio activity, we sold Red Hat (RHT) and Centene (CNC) for fundamental reasons, and trimmed positions in HollyFrontier (HFC), Intuitive Surgical (ISRG) and Alliance Data Systems (ADS). We purchased new positions in Kansas City Southern (KSU) as auto shipping volumes from Mexican assembly plants picked up after a significant slowdown earlier in the year, and also purchased Hershey (HSY) after the Mondelez bid for the company petered out because of the peculiarities of HSY's legal domicile in Pennsylvania. We also added to existing positions in AmerisourceBergen (ABC), Cooper Companies (COO) and Dollar General (DG) during the month.

CBOE Holdings (CBOE), the Chicago-based options exchange and home to the famous VIX index, announced a strategic merger with BAT Global Markets (BATS) during the month. Our original investment thesis was simple – CBOE's trading volumes and revenue growth had struggled since the waterfall decline in US equity markets in the summer of '11 (the first Grexit scare) to mid-2016 because market volatility measured by the VIX had been abnormally low. While VIX trading volumes were still fairly decent in the last couple of years due to portfolio hedging, a flat (absence of meaningful contango or backwardation) VIX futures curve meant that large commercial traders, hedge funds and institutions were simply not trading as much as they used to. With the gradual winding down of QE, we expected volatility to return in full force (whether China or Fed driven) and the VIX to wake up again from sub-20 levels. As expected, volatility/VIX has elevated in recent months and we expect this to drive a significant earnings cycle.

The merger with BATS represents multiple shots-on-goal for CBOE investors. BATS is the 2nd largest US stock exchange by trading volume and also has the largest global trading platform for ETFs, in addition to dominating European equities trading. BATS also has meaningful market share in US equities and options trading, and a growing presence in forex. BATS is known for having the best technology in the exchange space, and CBOE will transition its clunkier systems to BATS's platform once the merger is concluded. Apart from the 25% financial accretion by F3 and the massive expansion of CBOE's product offerings, we're bullish on the merger for another reason. BATS's visionary CEO, Chris Concannon, will join CBOE after the merger as President/COO, which increases our confidence both in a successful integration and the prospects of the post-merger CBOE.

Mid-Cap Growth Performance (Composite Returns)

	MTD	YTD	1 Year	3 Year	Inception
DCM Mid-Cap Growth (Gross)	-0.04%	4.66%	9.26%	4.86%	11.28%
DCM Mid-Cap Growth (Net)	-0.11%	3.18%	8.36%	4.03%	10.42%
Russell Mid-Growth Index	-0.05%	6.84%	11.24%	8.90%	13.84%

Decatur Capital Mid-Cap Growth - Top Ten Holdings

Company	Ticker	Weight
Zimmer Holdings	ZBH	4.4%
AmerisourceBergen	ABC	3.9%
Rite-Aid Corp	RAD	3.7%
Tegna	TGNA	3.7%
Cigna	CI	3.5%
CBOE Holdings	CBOE	3.4%
Activision Blizzard	ATVI	3.4%
PayPal Holdings	PYPL	3.4%
Kroger	KR	3.2%
Varian Medical Systems	VAR	3.2%
Total		35.7%

Disclosures

1. Mid Cap Growth Composite is comprised of 40-60 equity securities with a minimum market capitalization of \$1 Billion and a maximum portfolio average not to exceed 150% of the benchmark. The strategy focuses on growth of earnings and key valuation metrics. The benchmark is the Russell Mid Cap Growth Index. The Russell Mid Cap Growth Index represents the performance of those Russell Mid Cap companies with higher price-to-book ratios and higher forecasted growth values. As of November 2015, the minimum account size for this composite is \$100,000. Prior to November 2015, the minimum account size for this composite is \$1,000,000.
2. Portfolio characteristics are similar to the benchmark, the Russell Midcap Growth index.
3. Performance is presented gross and net of management fees. Net of fee performance was calculated using the highest management fee 0.80% as noted in the composite fee schedule.
4. The investment strategy of the composite has not changed during the investment period.
5. This table reflects weights in a representative portfolio, and actual client portfolios may have differing weights.
6. Past performance does not represent future results and current returns may be higher or lower than return data depicted.
7. The Mid Cap Growth Composite was created on June 30, 2012.