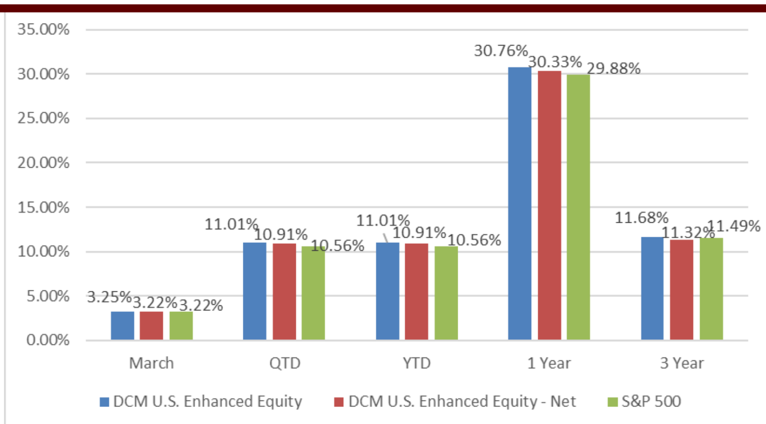
The View from Decatur — 1st Qtr. 2024

Chart 1: DCM US Enhanced Composite Trailing Performance March 31, 2024



1. U.S. Enhanced Equity is comprised of 200-3-- equity securities with market capitalization of $5 Billion or more that pass our quantitative selection process and can be acquired at a reasonable price. The strategy has a positive allocation to those firms with higher profitability, valuation and expectations characteristics. The minimum account size for this composite is $100,000.
2. Portfolio characteristics are similar to the benchmark, the S&P 500 index.
3. Returns are presented gross and net of management fees and include the reinvestment of all income. As of October 31, 2023, the ESG Rank, which used ESG sentiment analysis to rank stocks, was replaced with the Decatur Alpha Rank that uses quantitative modeling of profitability, valuation, and expectations with the same allocation methodology.4. The investment strategy of the composite has not changed during the investment period.
5. As of October 31, 2023, the US. ESG Enhanced Composite was renamed the U.S. Enhanced Equity Composite.
6. Past performance does not represent future results and current returns may be higher or lower than return data depicted.
7. The U.S. Enhanced Equity Composite was created on March 2019 and a complete listing and description of all composites is available on request.

Chart 2: Performance Attribution by Economic Sectors, 1st Qtr. 2024

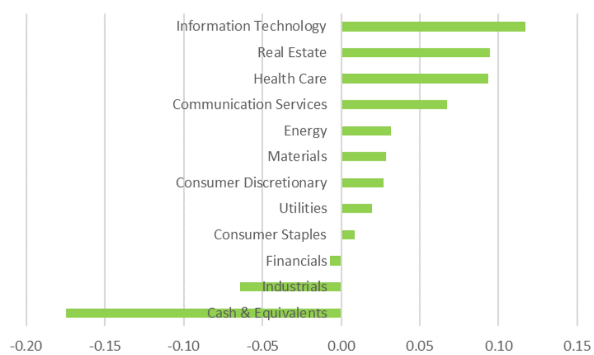
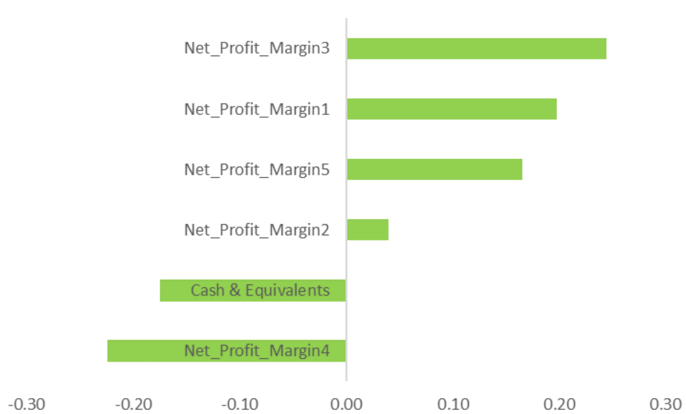


Chart 3: Cumulative Factor Weights, 1st Qtr 2024



DCM Strategy: U.S. Enhanced

The DCM U.S. Enhanced composite is comprised of 200-300 equity securities with market capitalization similar to the S&P 500 Index and uses the Decatur Alpha Rank allocation methodology. The strategy has a positive allocation to those firms with higher profitability, valuation and expectations characteristics.

Portfolio Manager Commentary

For the quarter, U.S. Enhanced return, net of fees, was 10.91% compared to the S&P 500 of 10.56%.

Performance Analysis

Our allocation to cash of 1.75% was the highest net allocation difference compared to the index with zero allocation to cash. In a strong up market, the allocation to cash was a detractor. Our model placed a slight overweight to Nvidia (NVDA) of 5.40% compared to 5.06% in the benchmark resulting in positive performance.

Factor Analysis

In Chart 3, we show the net profit margin and compare the profit margin of our portfolio holdings (DCM) to the benchmark. The net profit margin top (highest) quintile is 5 and the lowest is 1. We note that the majority of quintiles within the portfolio's profit margin exceeds the typical stock (benchmark). We will continue to evaluate those companies with positive outlooks in profitability.

Outlook

During the first quarter, we noted a surge in growth-oriented stocks. However, by the close of the quarter, a pullback in the general market occurred. Based on the inflation data, the Fed will probably not cut rates as often as was anticipated in 2024 and stocks are declining on that news.

Our enhanced model performed well during both the surge in performance and the recent pullback. The reason for the positive performance during the quarter is due to the allocation methodology based on the model's quality, valuation and expectations factors.

Note: Returns are measured in U.S. dollars net of fees. Decatur Capital Management, Inc. (DCM) is a registered investment advisor specializing in quantitative growth oriented investment management. The benchmark is the Russell 1000 Growth which is designed to measure the large cap growth firms within the U.S. The benchmark is market cap weighted. DCM claims compliance with the Global Investment Performance Standards (GIPS). To receive a list of composite descriptions of DCM and/or presentation that complies with the GIPS standards, contact Ralph J. Bryant, CPA at (404) 270-9838 or ralphb@decaturcapital.com or write to DCM, 160 Clairemont Avenue, Suite 200, Decatur, GA 30030.