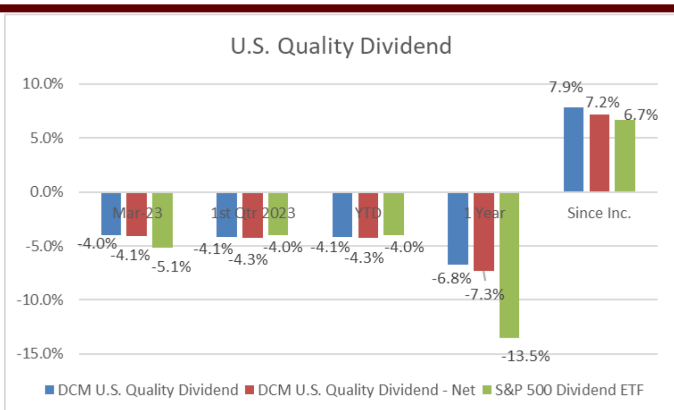
The View from Decatur — 1st Quarter 2023

Chart 1: U.S. Quality Dividend Composite Trailing Performance March 31, 2023



1. U.S. Quality Dividend representative account is comprised of 50-70 equity securities with market capitalization similar to the S&P 500 Dividend Index that pass our quantitative selection process and can be acquired at a reasonable price. The strategy focuses on dividends and key valuation metrics. The minimum account size for this composite is $1,000,000.
2. Portfolio characteristics are similar to the benchmark, the S&P 500 Dividend Index.
3. Returns are presented gross and net of management fees and include the reinvestment of all income. Net of fee performance was calculated using the highest management fee as noted in the composite fee schedule. Performance was calculated using a highest fee of 0.60%.
4. The investment strategy of the composite has not changed during the investment period.
5. The 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 U.S. Quality Dividend inception date is January 31, 2021.

Chart 2: Performance Attribution by Economic Sectors, 1st Qtr. 2023

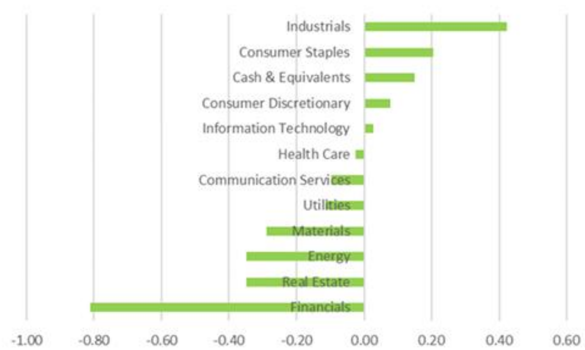
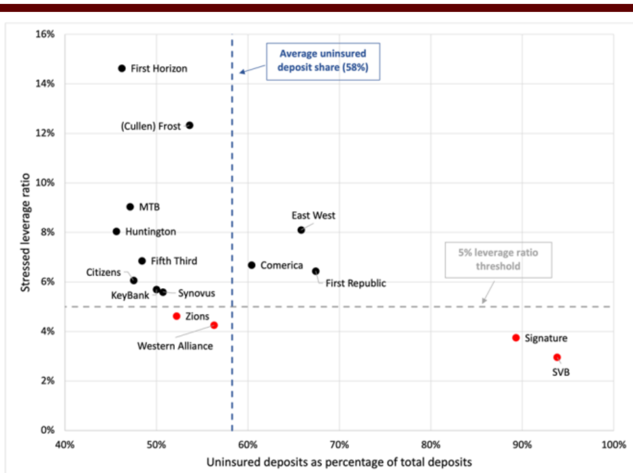


Chart 3: Stressed Leverage Ratio & Uninsured Deposits, December 2022



Source: www.moneyandbanking.com

DCM Strategy: U.S. Quality Dividend

Decatur Capital's strategy is focused on finding U.S. companies that provide dividend income and whose characteristics meet our quantitative selection process.

Portfolio Manager Commentary

The net-of-fees performance for the quarter for the U.S. Quality Dividend Strategy was -4.30% (unaudited), compared to the S&P High Dividend Index return of -4.00%.

Performance Analysis

Chart 2 presents the results of the quarterly portfolio performance attribution based on economic sectors.

Selections in the industrials sector provided positive returns. One of those holdings is Caterpillar, (CAT), one the largest global construction and mining equipment firm. CAT's competitive advantage is its innovation, cutting edge technology, and reputation. The company is benefiting from the infrastructure and reshoring investments. It has increasing revenue and earnings forecasts. Also, it has a reasonable valuation at 16X EBITDA.

Early Warning Signals

The financial sector was the worst performing sector during the period. The Silicon Valley Bank and Signature Bank closures adversely impacted the regional banks in the portfolio.

We forecasted that the bank closures would not have a contagion effect on the rest of the banking industry. However, we were surprised at the depth of the regional banks' decline fueled by negative market sentiment.

Chart 2 shows the stressed leverage ratio, a measure of bank solvency with a target of 5% or greater and the percentage of deposits over the FDIC insurance of $250,000. Silicon Valley (SVB) Bank and Signature Bank had approximately 90% of their deposits uninsured and were below the stressed leverage ratio of 5% - two warning signs of trouble in December 2022!

Our holdings, KeyBank, Huntington, Citizens, and MTB Bank have stressed leverage ratios above 5% and their uninsured deposits are under 50% - much different than Signature and SVB. By the end of March, we are seeing the regional banks recover and will continue to monitor.

Outlook

During the period, the regional bank meltdown was the unknown – unknown event that we did not anticipate. We were over allocated to the banks and the decline impacted the strategy's return. Going forward, we will monitor the banking industry and apply lessons learned. We continue to lean into the infrastructure investments thesis. This thesis should be beneficial as we identify companies that will provide growth and stable income.