

EMERGING WEALTH EQUITY

- Style: Growth
- Approach: Active; Bottom-Up
- Benchmark: MSCI Emerging Markets Index
- Inception: 4/1/2011
- Strategy Assets: \$98 MM

INVESTMENT PHILOSOPHY

We believe that emerging market economies will experience faster GDP growth driving rising per capita income and domestic consumption over the long term. We believe this global growth trend will drive enhanced stock price performance of quality companies that are well positioned to serve these growing consumer driven economies. Companies for consideration may be domiciled in either an emerging market or developed market, providing optimal flexibility to find best in class businesses for enhanced portfolio liquidity.

ABOUT OUR FIRM

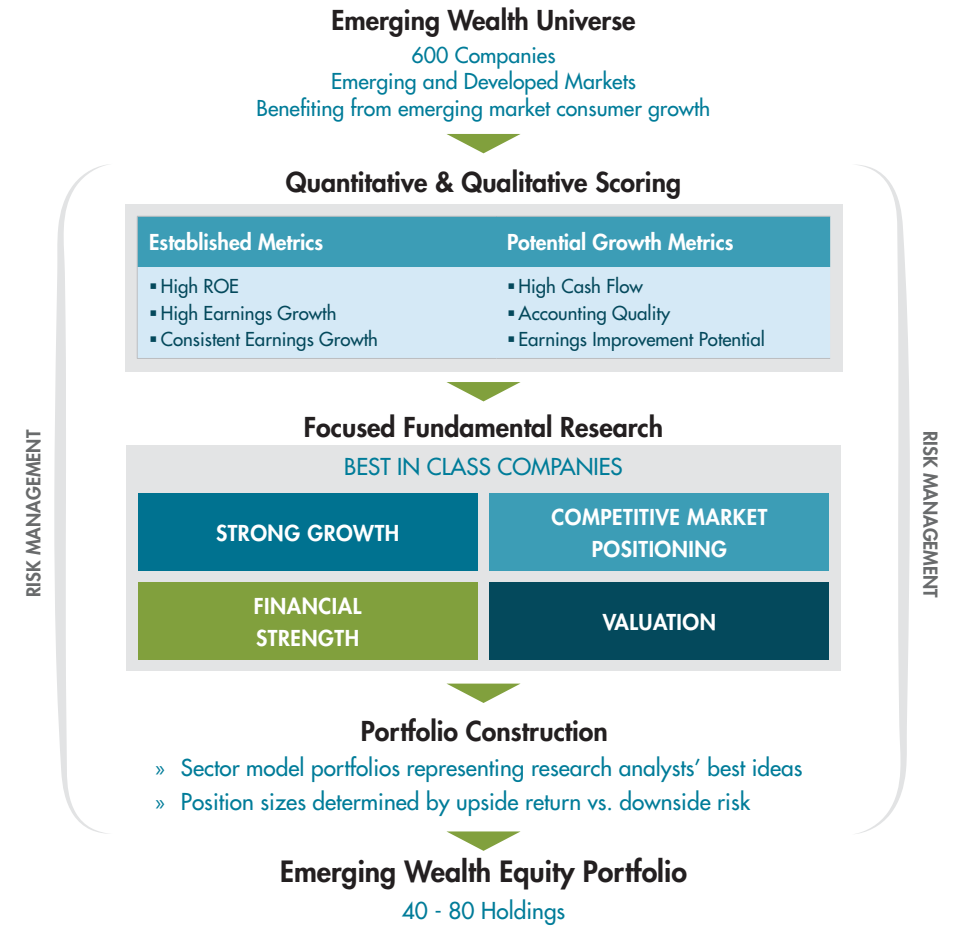
GW&K is a dynamic investment management firm that offers active equity and fixed income investment solutions to meet the needs of a diverse client base. At our core is an entrepreneurial spirit of innovation, a desire to help educate our clients and a level of service that is hard to come by. Our founding principles of applying rigorous fundamental research, focusing on quality and maintaining a long-term view still guide our investment process today.

- Founded in 1974
- \$37 Billion Under Management
- Individually Managed Accounts
- Serving Individuals and Institutions

STRATEGY HIGHLIGHTS

CONSUMER GROWTH STORY	Invest to take advantage of long-term trend of growing consumer strength in emerging market economies
BEST IN CLASS BUSINESSES	Focus on quality companies that offer desirable products and good value for the consumer translating into sustainable earnings growth
GLOBAL RESEARCH EXPERTISE	Experienced research team organized by sector covering and analyzing companies in developed and emerging markets

INVESTMENT PROCESS



WHY EMERGING WEALTH?

- Emerging market economies will experience faster GDP growth than developed markets.
- Emerging growth is shifting to consumption as per capita incomes rise.
- This global growth trend presents opportunities for companies that can best serve these consumers and offer products and services with good value.
- We seek out best in class businesses anywhere in the world that have material exposure to the growth of the middle class in emerging markets.
- Our portfolios are more concentrated, offer greater liquidity and experience lower turnover than traditional emerging markets managers.

INVESTMENT TEAM

THOMAS MASI, CFA

Portfolio Manager

Investment Professional Since 1986
BA, Rutgers University
MBA, Rutgers University

NUNO FERNANDES, CFA

Portfolio Manager

Investment Professional Since 1994
BS, University of Porto, Portugal

WILLIAM STERLING, Ph.D

Global Strategist

Investment Professional Since 1986
BA, Carleton College
Ph.D, Harvard University

16 Emerging Markets Equity Investment Professionals Averaging 24 Years Experience

A DISCIPLINED APPROACH TO PORTFOLIO CONSTRUCTION

GEOGRAPHIC REGION	Exposure to companies domiciled in emerging and developed markets						
MARKET CAP RANGE	At time of initial purchase, companies will typically have a market cap of \$2 billion or higher						
COUNTRY AND SECTOR WEIGHTINGS	Bottom-up industry focused security selection process drives sector allocation. Variation from country/sector ranges due to market conditions is allowed and reviewed by the portfolio team. <table border="1" data-bbox="479 913 1404 1060"> <thead> <tr> <th>MSCI Emerging Markets Index Weight</th> <th>Portfolio Weight</th> </tr> </thead> <tbody> <tr> <td>≥5%</td> <td>Maximum: 3x benchmark but < 60% of portfolio</td> </tr> <tr> <td>≤5%</td> <td>Maximum: 3x benchmark or 15% of the portfolio, whichever is greater</td> </tr> </tbody> </table>	MSCI Emerging Markets Index Weight	Portfolio Weight	≥5%	Maximum: 3x benchmark but < 60% of portfolio	≤5%	Maximum: 3x benchmark or 15% of the portfolio, whichever is greater
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HOLDINGS	The number of securities in a fully invested portfolio typically ranges between 40–80 holdings. Typical target position size: 2-5% Typical maximum position size: 7.5%						
LIQUIDITY	High liquidity Target minimum average daily trading volume of stocks: >\$15 Million						
CASH	Our philosophy is to remain fully invested in equities. Cash levels in accounts will typically range between 0% and 5%.						
TURNOVER	The average annual portfolio turnover is typically expected to be less than 50%.						

RESEARCH ADVANTAGES

- **Experienced sector based team** averaging 24 years of investment experience.
- **Rigorous fundamental due diligence** includes meetings with company managements and extensive financial statement analysis and modeling.
- **Focus on high quality companies** with better balance sheets, good profitability ratios and solid cash flow.
- **Price target scenarios help navigate volatility** and identify companies with optimal risk/return profiles:
 - » **Base case** reflects assumptions having the highest probability
 - » **Pessimistic case** reflects assumptions for a series of disappointments
 - » **Optimistic case** reflects assumptions for a series of positive surprises