SouthernSun

2Q2025 Small Cap Investment Commentary

Dear Valued Clients and Partners,

As we close out the second quarter of 2025, we find ourselves reflecting on the journey we've shared over the years - decades, for some of you. At SouthernSun Asset Management, our mission has been to dig deep into the businesses we invest in, and to navigate the complexities of markets with discipline, patience, and a steadfast commitment to stewardship of your capital. The world today is as dynamic as ever, with economic currents shifting under the weight of policy changes, global trade tensions, and legislative ambitions. We could spend pages discussing Trade War scenarios, the Big Beautiful Bill (BBB), Fed Policy actions, war in the Middle East, et al. However, as always, we will ground our discussion in what we know, acknowledge what we don't, and share how we are positioning your portfolios to weather the storms and seize the opportunities.

Across dozens of company calls and meetings during the second quarter, a familiar pattern emerged: an atmosphere of cautious optimism, tempered by sobering macroeconomic uncertainties. Demand, though not absent, was often described as "sluggish," "uneven," or "lumpy." Management teams across sectors acknowledged the constraints of inflation, interest rates, and geopolitics—forces far beyond their control yet squarely within their field of influence when it comes to reaction and adaptation.

Cost Consciousness & Margin Stewardship

One of the most consistent themes was a laser focus on operational discipline. Companies have moved from pandemic-era improvisation to a more methodical belt-tightening. From SG&A (Selling, General, and Administrative) reduction to lean manufacturing and strict pricing discipline, margin preservation has become a guiding principle. This is not austerity for its own sake, but rather a measured effort to defend profitability in a world where demand may not be as inelastic as once hoped. In addition, after a roller coaster for supply chains and channel inventory across industries, companies are focused on reducing inventory levels on hand and at dealers/distributors so that they are not caught flat-footed by the possibility of a further slowing in demand.

Capital Discipline in Action

Over and over company leaders articulated a consistent approach to capital allocation. Cash is king again. Investment in technology, R&D (Research and Development), share repurchase programs, steady dividends, and selective M&A (Mergers and Acquisitions) reflect a commitment to shareholder return without abandoning the long-term investment horizon. The volatility year to date has provided an opportunity for several companies to more aggressively utilize existing and initiate new share repurchase programs while M&A activity has taken a bit of a back seat. From where we sit today, we would expect calculated and deliberate M&A to pick up over the coming quarters – several of our businesses would be attractive targets, but we would expect most of our businesses to be the hunter, not the hunted.

End-Market Challenges & Strategic Resilience

The housing sector - especially residential, new construction - continues to feel the bite of higher rates. Yet several of our building products businesses are taking share from smaller competitors through innovation, new product introductions and expanded distribution. Farmers, pressured by commodity prices and rates as well as trade policies, are breaking even and not in a position to invest meaningfully in equipment or infrastructure and systems. This dynamic is weighing on many Ag-related businesses. Yet there was resilience, too: aftermarket services and parts - often the quieter workhorses of the income statement - provided stable, recurring revenue. These segments, while lacking the sizzle of growth narratives, offer the kind of durability we value. The U.S. consumer is feeling pressure but is resilient and likely to welcome some of the tax and other incentives in the BBB.

Technology as Enabler, Not Distraction

Digital transformation showed up across sectors, from AI-powered service enhancements to ERP (Enterprise Resource Planning) system upgrades. These are not moonshot projects. Instead, they are thoughtful integrations that streamline operations, predict demand, and elevate customer experiences. The best management teams are using technology to do more with less—a lesson not just for companies, but for investors, too.

Common Risks, Common Sense

Tariffs, input cost volatility, labor shortages, and rising borrowing costs made frequent appearances in our conversations with management teams. These are not new risks, but their persistence warrants attention. What stood out was not just the presence of these risks, but how management teams are recalibrating their strategies around them. Tariffs in particular have re-emerged as a significant cost driver, prompting companies to explore reshoring, leaner inventories, and domestic sourcing. The impact of the Big Beautiful Bill adds another layer of complexity, particularly as it touches manufacturing, infrastructure, and corporate tax policies. Companies that can remain nimble and capitalize on incentives while insulating themselves from associated costs may emerge with a distinct advantage.

In many ways, the mood of these calls reminded us of the quiet strength we seek in our portfolio holdings. These are companies that acknowledge uncertainty, prepare deliberately, and execute steadily. They are not guided by quarterly whims, but by enduring principles.

Tariffs and the Big Beautiful Bill are creating winners and losers, but they're also reminding us of the power of adaptability, particularly for small to medium-sized companies with minimal leverage, whose lean structures and nimbleness allow them to pivot swiftly in turbulent times. The volatility of CPI (Consumer Price Index) revisions—driven by methodological tweaks and data collection challenges—further underscores the need to look beyond government metrics and focus on real-world insights from the businesses we own.

We know tariffs are raising some costs and reshaping trade, but we do not know how far they'll extend or how quickly companies will adapt. We know the BBB promises transformative investment, but we do not know its true economic impact and the timing associated with its rollout. What we do know is that your trust in us drives everything we do. We are committed to navigating these uncertainties with the same discipline and care that have defined SouthernSun since 1989.
Thank you for your continued partnership. As always, our door is open for your questions, concerns, or just a good chat about markets and life.

Warm Regards,

Phillip Cook
Chief Investment Officer & Managing Partner
SouthernSun Asset Management

Michael Cook
Founder & Chairman
SouthernSun Asset Management

PORTFOLIO UPDATE*

During the second quarter of 2025, the Small Cap Strategy Composite returned 9.88% on a gross basis (9.70% net) versus the Russell 2000®, which returned 8.50% and the Russell 2000® Value, which returned 4.97%, over the same period. Over the trailing-twelve-months, the composite returned -0.37% on a gross basis (-1.10% net) versus the Russell 2000®, which returned 7.68% and the Russell 2000® Value, which returned 5.54%, over the same period.

Boot Barn Holdings, Inc. (BOOT) was the top contributor in the Small Cap strategy. After a pullback in the first quarter, which we believe was due to concerns about the cost of tariffs and weakening consumer confidence, **BOOT** recovered nicely after reporting their fiscal 4th quarter and full year (2025) results. For the full year, sales were up 14.6%, and same store sales increased 5.5%. (In the current quarter, they report that same store sales are up approximately 9%). They opened 60 new stores last year, bringing their total store count to 459, and they plan on continuing to open new stores at a rate of approximately 15% new floor space per year. They shared the tariff mitigation plan which includes meaningful supply chain moves away from China in the coming quarters. All in all, the **BOOT** thesis remains intact: growth through new stores and same store sales; growth in their higher margin proprietary brands; and their balance sheet is in excellent shape with no net debt.

Dycom Industries, Inc. (DY), a leading provider of engineering and construction services to the telecommunications and utility industries, was a top contributor in the Small Cap strategy in the second quarter. Revenue was up 10% and Adjusted EBITDA was up 15% primarily due to recent acquisitions. Backlog hit a record high, and management increased the full year revenue guidance. The demand drivers such as fiber-to-the-home deployments, AI data center infrastructure, and state and federal broadband programs remain in place, and as the industry's largest provider of engineering and construction for fiber networks, we believe DY is positioned to benefit. Also, with Net Debt/Adjusted EBITDA of ~1.7x, we believe **DY** has the financial flexibility to continue pursuing value accretive acquisitions of smaller contractors.

Oxford Industries, Inc. (OXM) was the top detractor in the Small Cap strategy. In 2024, 39% of their supply came from China and 24% from Vietnam. With the current tariff regime, the company will see a materially negative impact and it is very difficult to move their supply base quickly enough to mitigate the impact of tariffs on the current year. And, because of the timing of orders for their seasonal clothing offerings, it is very difficult to pass the increased costs along to their customers immediately. In addition, because their products are mainly discretionary purchases, management has been conservative regarding projections for the rest of the year due to concerns about the health of the consumer. The company is also making long-term investments in distribution capability which negatively impact operating margins in the near term. For all of those reasons, the stock has come under pressure this year. Our view is that while the long-term opportunity remains in place, there is not likely to be much relief to their financial challenges in the near to medium term, and for those reasons, we have exited the name in favor of more attractive opportunities.

The Boston Beer Company, Inc. (SAM) was a top detractor this quarter. During the quarter, the broader beer industry experienced slower-than-expected sales, weighing on sentiment across alcohol-related stocks. Against this backdrop, sales of Twisted Tea, **SAM's** largest brand, slowed, while Truly continued to underperform. That said, brands like Angry Orchard, Dogfish Head, and newer offerings such as Hard Mountain Dew and Sun Cruiser grew year-over-year. Given its outsized share of the current portfolio, Twisted Tea's performance will likely determine the trajectory of **SAM's** near-term results. We were pleased with the company's reported first quarter results, which showed shipments rising and gross margins reaching their highest quarterly level in several years. Medium-term shipments growth will depend on industry demand trends and **SAM's** ability to execute brand-level initiatives to gain market share. Management sees further opportunities to improve margins through operational efficiencies, even without volume growth. While near-term industry trends remain challenged, we continue to believe that the "beyond beer" sector where **Boston Beer** is focused offers long-term growth potential and attractive economics. **SAM** is well-positioned to compete with a strong balance sheet, established brands, solid cash flow, a growing innovation pipeline, nationwide distribution, and a proven, shareholder-aligned management team. We believe these advantages will support long-term value creation for patient investors.

During the second quarter of 2025, we fully exited **Oxford Industries, Inc. (OXM)** and initiated a new position in **MSA Safety (MSA)** in the Small Cap Strategy.

Oxford Industries, Inc. (OXM) was one of the largest detractors in the second quarter. In 2024, 39% of their supply came from China and 24% from Vietnam. With the current tariff regime, the company will see a materially negative impact and it is very difficult to move their supply base quickly enough to mitigate the impact of tariffs on the current year. And, because of the timing of orders for their seasonal clothing offerings, it is very difficult to pass the increased costs along to their customers immediately. In addition, because their products are mainly discretionary purchases, management has been conservative regarding projections for the rest of the year due to concerns about the health of the consumer. The company is also making long-term investments in distribution capability which negatively impact operating margins in the near term. For all of those reasons, the stock has come under pressure this year. Our view is that while the long-term opportunity remains in place, there is not likely to be much relief to their financial challenges in the near to medium term, and for those reasons, we have exited the name in favor of more attractive opportunities.

MSA Safety, Inc. (MSA). MSA's core business provides critical safety solutions for workers across various industries, including construction, oil and gas, fire service, and general industry. Their product portfolio includes gas detection instruments, fall protection equipment, head protection, and respiratory protective devices. They focus on delivering innovative technologies and connected safety solutions, ensuring worker safety and regulatory compliance in hazardous environments. **MSA Safety** holds strong market positions across its major product categories, driven by its reputation for quality, reliability, and innovation.

MSA has been a long-standing leader in firefighter safety equipment. They are well known for their self-Contained-breathing-apparatus (SCBA). This is a market where brand recognition, and reliability are incredibly important. The SCBAs are also used in hazardous industrial environments. **MSA's** focus on advanced filtration technologies and user comfort contributes to its strong market presence.

MSA is also a leading provider of fixed and portable gas detection instruments. Their products cater to diverse industries, from oil and gas to wastewater treatment, where monitoring hazardous gases is crucial. They have a significant market share due to their robust and accurate sensors, as well as their growing connected safety solutions that allow for remote monitoring and data analysis.

Other safety equipment includes products for Fall Protection including a comprehensive range of products, including harnesses, lanyards, and anchorage systems. They hold a prominent position, particularly in construction and industrial settings, where worker safety at heights is paramount. **MSA's** emphasis on ergonomic design and durable materials strengthens its competitive edge. For head protection, they have a helmet offering and they have a strong market position due to the quality and durability of their products. Overall, **MSA's** market leadership stems from its commitment to providing high-quality, reliable safety solutions that meet the evolving needs of its customers. Their focus on innovation, particularly in connected safety technologies, further solidifies their position in these critical markets.

We believe that two of their markets are poised for growth over the next 5 years: 1) Firefighter SCBAs should benefit from a wave of replacements, and **MSA's** leading technology. We believe that their biggest competitor, 3M, has not invested adequately in product improvements, and **MSA's** product is superior. 2) We also believe that customers in the portable gas detection market are adopting new "connected" technology and the market is changing in favor of **MSA**. An interesting development in this market is that they sell the equipment, and then have a recurring revenue stream for the connectivity software which could drive margins higher.

Mike attended the National Firefighters convention in April, and was able to spend time with the CEO, who we believe is a credible and good leader who is excited about the prospects for the business. Management believes that there are M&A opportunities in the gas detection side of the business. While 2025 will be a tough year for top-line comps because of a 1-time USAF order, and an impending standard change from the NA Fire Protection Association (NFPA) ... both, should all set up for a cleaner 2026.

MSA's balance sheet is solid, with ND/EBITDA = 0.7. The business throws off cash, and management believes that they can invest $1.5B in the next 5 years to deploy to M&A (or potentially buy back stock).

We believe that we entered at an attractive point. The stock was down meaningfully in the last year and YTD, and it is trading at the lowest EV/EBITDA multiple since 2017 (under 13).

Inception Date of Small Cap Strategy Composite: October 1, 2003. *Net returns are actual and reflect the deduction of management fees. Supplemental information. Please see composite performance and disclosures for further information. Returns include the reinvestment of all income. Past performance is no guarantee of future results.

Top Contributors and Detractors (Absolute Return Basis)**

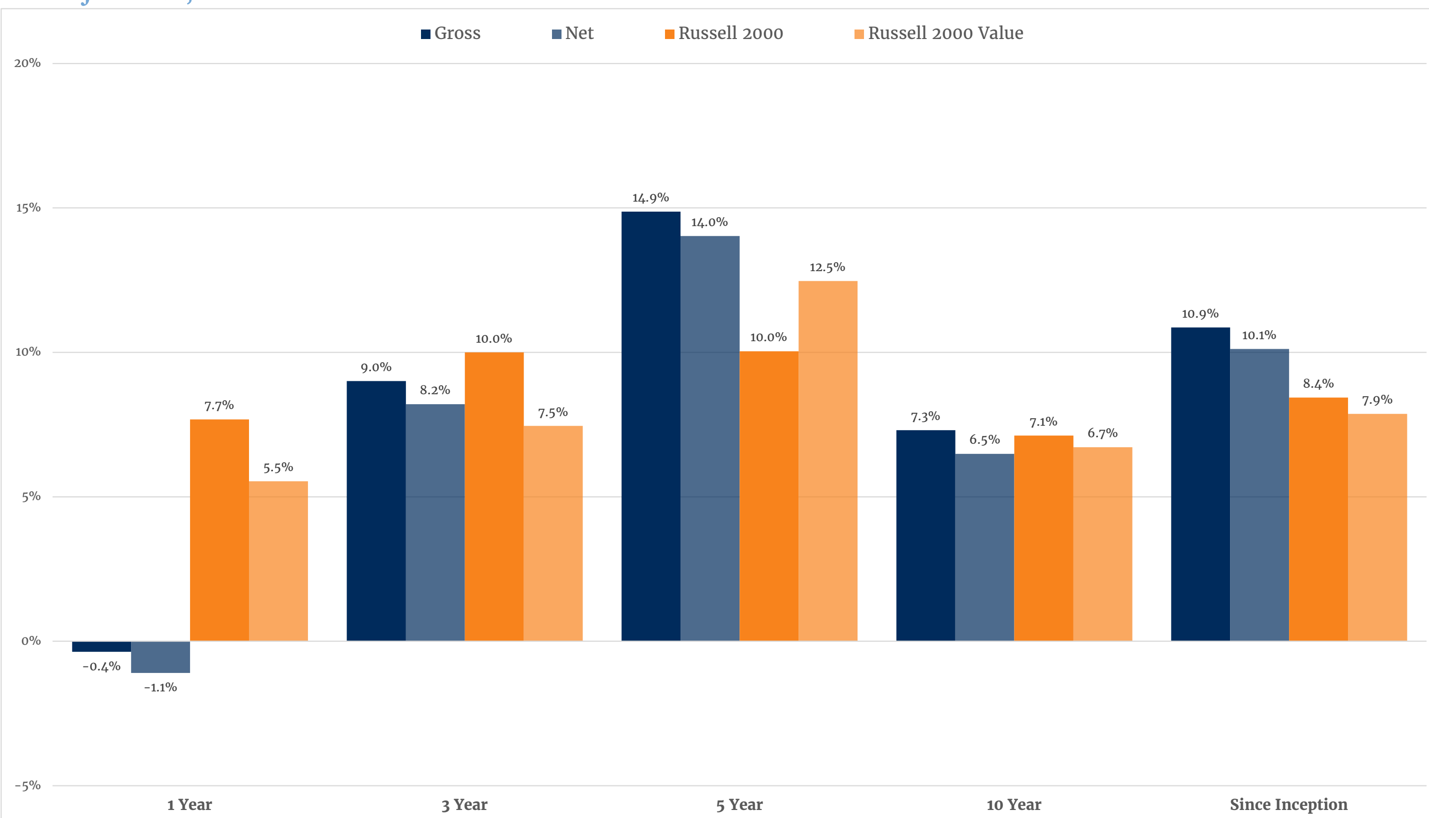
AS OF JUNE 30, 2025

Top Contributors	Ticker	Average Weighting (%)	Contribution-to Return (bps)	Top Detractors	Ticker	Average Weighting (%)	Contribution-to Return (bps)
Boot Barn Holdings, Inc.	BOOT	5.6	203	Oxford Industries, Inc.	OXM	2.3	-98
Dycom Industries, Inc.	DY	3.3	178	Boston Beer Company, Inc.	SAM	3.1	-62
Advanced Energy Industries, Inc.	AEIS	4.1	172	Enerpac Tool Group Corp	EPAC	4.2	-60
Darling Ingredients Inc	DAR	6.5	135	Murphy USA, Inc.	MUSA	4.5	-59
Extreme Networks, Inc.	EXTR	2.9	117	Louisiana-Pacific Corporation	LPX	5.7	-39

**Source: SouthernSun Asset Management, Advent Portfolio Exchange, Factset PA. Composite Top Contributors and Detractors will not include positions added to the portfolio within 30-days prior to the most recent month-end. Additionally, securities held at the request of individual client(s), such as ETF's, have been excluded. The holdings identified above do not represent all of the securities purchased, sold or recommended for advisory clients. Holdings are subject to change and should not be construed as investment advice. Statements received directly from the account custodian should be regarded as the official record for a client's account. To obtain a complete list of all positions in the strategy and their contribution to the portfolio's performance and an explanation of performance calculation methodology, contact Client Relations at either 901-341-2700 or clientservice@southernsunam.com.

Small Cap Annualized Performance

AS OF JUNE 30, 2025



Inception Date of Small Cap Strategy: October 1, 2003. Source: SouthernSun Asset Management, Advent Portfolio Exchange. Past performance is not indicative of future results, which may vary. As with any investment strategy there is potential for profit as well as the possibility of loss. The information presented is provided for informational purposes, reflects the performance of the strategy over the periods indicated, and should not be considered in isolation when making an investment decision. Returns are stated gross and net of management fees and include the reinvestment of dividends and other earnings. One-year, three-year, five-year, ten-year, and since inception returns are annualized averages and do not mean the manager achieved the stated return in each year. Periods less than one year are not annualized. Net returns are actual and reflect the deduction of management fees. Supplemental Information: Please see required performance and disclosures for further information, including the firm's GIPS presentations.

SMALL CAP STRATEGY COMPOSITE

SMALL CAP STRATEGY COMPOSITE - ASSET WEIGHTED RETURNS												
Year[1]	SouthernSun		Russell 2000	Russell 2000 Value	Composite Dispersion	Composite 3-Yr Standard Deviation (%)	Russell 2000 3-Yr Standard Deviation (%)	Russell 2000 Value 3-Yr Standard Deviation	Accounts in Composite (#)	Total Composite Assets ($Mil)	% of Firmwide Assets	Total Firmwide Assets ($Mil)
	Gross	Net										
2024	5.53%	4.73%	11.54%	8.05%	0.22%	23.74%	23.30%	23.44%	10	$571	68%	$835
2023	13.93%	13.09%	16.93%	14.65%	0.14%	21.53%	21.11%	21.75%	11	$691	76%	$906
2022	-0.30%	-1.02%	-20.44%	-14.48%	0.06%	26.46%	26.02%	27.27%	15	$727	81%	$899
2021	23.40%	22.54%	14.82%	28.27%	0.09%	25.14%	23.35%	25.00%	14	$754	74%	$1,016
2020	14.58%	13.64%	19.96%	4.63%	0.71%	27.37%	25.27%	26.12%	13	$616	68%	$904
2019	36.76%	35.69%	25.52%	22.39%	0.28%	18.46%	15.71%	15.68%	13	$562	45%	$1,252
2018	-23.04%	-23.66%	-11.01%	-12.86%	N/A[2]	15.93%	15.79%	15.76%	≤5	$342	23%	$1,519
2017	19.58%	18.60%	14.65%	7.84%	0.20%	15.70%	13.91%	13.97%	6	$605	14%	$4,213
2016	20.77%	19.87%	21.31%	31.74%	0.63%	16.61%	15.76%	15.50%	6	$547	13%	$4,187
2015	-14.61%	-15.27%	-4.41%	-7.47%	0.59%	16.80%	13.96%	13.46%	6	$540	12%	$4,542
2014	-3.26%	-3.95%	4.89%	4.22%	0.05%	14.25%	13.12%	12.79%	6	$921	16%	$5,696
2013	43.95%	42.81%	38.82%	34.52%	0.56%	19.17%	16.45%	15.82%	6	$1,103	21%	$5,317
2012	20.70%	19.79%	16.35%	18.05%	0.26%	23.98%	20.20%	19.89%	6	$584	22%	$2,615
2011	6.47%	5.63%	-4.18%	-5.50%	0.99%	30.96%	24.99%	26.05%	6	$365	17%	$2,106
2010	51.09%	49.86%	26.85%	24.50%	0.50%	33.66%	27.69%	28.37%	6	$250	13%	$1,974
2009	33.41%	32.35%	27.17%	20.58%	1.26%	29.89%	24.83%	25.62%	6	$149	11%	$1,339
2008	-33.71%	-34.17%	-33.79%	-28.92%	1.31%	21.92%	19.85%	19.14%	6	$107	10%	$1,025
2007	9.50%	9.03%	-1.57%	-9.78%	N/A[2]	13.43%	13.16%	12.59%	≤5	$80	6%	$1,341
2006	13.16%	12.72%	18.37%	23.48%	N/A[2]	13.71%	13.75%	12.33%	≤5	$59	5%	$1,100
2005	2.44%	2.16%	4.55%	4.71%	N/A[2]	N/A[3]	N/A[3]	N/A[3]	≤5	$48	7%	$733
2004	25.84%	25.78%	18.33%	22.25%	N/A[2]	N/A[3]	N/A[3]	N/A[3]	≤5	$20	5%	$410
2003	14.94%	14.94%	11.62%	13.06%	N/A[2]	N/A[3]	N/A[3]	N/A[3]	≤5	<$1	1%	$162

[1]2003 returns are from inception date of the composite: October 1, 2003. The return numbers are not annualized. [2]Information is not statistically meaningful due to an insufficient number of portfolios in the composite for the entire year. [3]Information is not statistically meaningful due to an insufficient number of periods.

SouthernSun Asset Management, LLC, an SEC registered investment adviser, is a research-driven investment management firm implementing long-only domestic and global equity strategies for institutions and individuals. SouthernSun provides investment advisory services for its clients using a proprietary investment research process based on fundamental analysis and seeks to invest in niche-dominant, attractively-valued companies with financial flexibility and uniquely-fitted management teams.

SouthernSun Asset Management, LLC claims compliance with the Global Investment Performance Standards (GIPS®) and has prepared and presented this report in compliance with the GIPS standards. SouthernSun Asset Management, LLC has been independently verified for the periods January 1, 1990 through December 31, 2024. The verification report(s) is/are available upon request. 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 and pooled fund maintenance, 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. Verification does not provide assurance on the accuracy of any specific performance report. GIPS® is a registered trademark of CFA Institute. CFA Institute does not endorse or promote this organization, nor does it warrant the accuracy or quality of the content contained herein.

Subsequent periods are currently undergoing verification by ACA Performance Services and, as such, performance may be subject to change.

Performance results shown above are included as part of a complete disclosure presentation. The SouthernSun Small Cap Strategy Composite contains fully discretionary equity accounts invested in small cap securities (defined as equity securities with market capitalizations that are within the range of the Russell 2000 Index at the time of initial purchase during the most recent 12-month period, based on month-end data) and for comparison purposes is measured against the Russell 2000 and Russell 2000 Value indices. The small cap strategy will generally invest a larger percentage of its assets in a small number of securities (20-30 securities) and business sectors, which may make the strategy more volatile and subject to greater risk than a more diversified strategy. Small-capitalization companies may also be more vulnerable to adverse business and economic events than larger companies, and thus, small cap stocks may be more volatile. Small cap stocks may also be more difficult to sell at the time and price desired due to liquidity constraints, which could have a negative effect on performance.

As of March 10, 2017, the minimum asset level to be included in this composite is $1,000,000. As of August 1, 2019, the SouthernSun Small Cap Strategy Composite added new accounts from the SouthernSun Small Cap Managed Composite due to the reduced number of different securities between the two composites. In general, when an account meets a composite's inclusion criteria for a full month, it will enter that composite as of the beginning of the following month. Similarly, if an account no longer meets a composite's inclusion criteria for a full month, then it will be removed from that composite at the beginning of the following month. Our firm-wide disclosure policy states that "If two or more portfolio holdings are absent relative to the firm's model portfolio for that strategy, as a result of client restrictions" then it's removed from that individual composite. Additionally, this composite does not include accounts that are overly restrictive with regard to 1) a new range for small cap securities (that are, at purchase, normally within a similar range to that of the maximum and minimum of the Russell 2000 Index on a trailing 12-month basis; and 2) maximum cash level restrictions. Any other guidelines that the chief investment officer feels are overly constraining for the management of a discretionary account will also be taken into consideration when eliminating accounts for inclusion in the Small Cap Strategy composite. Prior to January 1, 2017, the composite did not adhere to a significant cash flow policy. From January 1, 2017 to February 6, 2017, accounts were removed when experiencing a significant cash flow. From February 7, 2017 to February 2, 2022 the composite does not adhere to a significant cash flow policy. As of February 2, 2022, the Composite policy requires the temporary removal of any portfolio incurring a client-initiated significant cash inflow or outflow of 20% or more of the portfolio assets. Additional information regarding the treatment of Significant Cash Flows is available upon request. A list of composite descriptions, a list of limited distribution pooled fund descriptions, and a list of broad distribution pooled funds are available upon request. Results are based on fully discretionary accounts under management, including those accounts no longer with the firm. Trade date valuation has been used. The U.S. dollar is the currency used to express performance. Returns are stated gross and net of management fees and include the reinvestment of all income; provided that in the case of any mutual funds, gross returns reflect the market value of the account. If mutual funds accounts are within the composite, only the management fee is applied. No daily fund accruals are recorded. Net of fee performance was calculated using actual management fees, provided that the performance returns for the initial account in the composite were only calculated on a gross basis from October 2003 to October 2004. The management fee schedule is as follows: $0 - $50,000,000 is 1.00%, $50,000,001 - $100,000,000 is 0.95%, $100,000,001 and above is 0.90%. This schedule is subject to a $50,000 minimum annual fee. A management fee was not applied, however, to the sole SouthernSun Small Cap Strategy account in 2003. Actual investment advisory fees incurred by clients may vary. Beginning October 1, 2019, a significant number of accounts in the composite are custodied with a broker that does not charge trading expenses. Accounts custodied with other brokers may incur trading expenses which may reduce returns. The CIT fee schedule for the Founders Share Class is 0.70% and for the Class 1 is 0.85%. The annual composite dispersion presented is an asset-weighted standard deviation of gross returns for accounts in the composite the entire year. The three-year annualized standard deviation measures the variability of the composite gross returns and the benchmark returns over the preceding 36-month period. Policies for valuing investments, calculating performance, and preparing GIPS Reports are available upon request. The SouthernSun Small Cap Strategy Composite was created January 1, 2017. The inception date of the SouthernSun Small Cap Strategy Composite is October 1, 2003.

The Russell 2000 Index measures the performance of the small-cap segment of the U.S. equity universe. The Russell 2000 Index is a subset of the Russell 3000 Index representing approximately 10% of the total market capitalization of that index. It includes approximately 2000 of the smallest securities based on a combination of their market cap and current index membership. The Russell 2000 Value Index measures the performance of small-cap value segment of the U.S. equity universe. It includes those Russell 2000 companies with lower price-to-book ratios and lower forecasted growth values. Frank Russell Company ("FRC") is the source and owner of the Russell Index Information contained or reflected in this material and all trademarks and copyrights related thereto. The Russell Index Information may contain confidential information and unauthorized use, disclosure, copying, dissemination or redistribution is strictly prohibited. For more information on either index, please consult FRC.

Past performance is no guarantee of future results. As with any investment strategy, there is a potential for profit as well as the possibility of loss. Individual investor results will vary. Performance results may be materially affected by market and economic conditions.

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- Certain information contained herein constitutes "forward-looking statements," which can be identified by the use of forward-looking terminology such as "may," "will," "should," "expect," "anticipate," "project," "estimate," "intend," "continue," or "believe," or the negatives thereof or other variations thereon or comparable terminology. Due to various risks and uncertainties, actual events, results, or actual performance may differ materially from those reflected or contemplated in such forward-looking statements. Nothing contained herein may be relied upon as a guarantee, promise, assurance, or a representation as to the future.
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- It should not be assumed that any of the securities or investment decisions identified herein were or will prove to be profitable, or that recommendations made in the future will be profitable or will equal the performance of the securities discussed herein. Specific investment advice references provided herein are for illustrative purposes only and are not necessarily representative of investments that will be made in the future.
- References to exited positions indicates that the position has been fully liquidated from the portfolio by SouthernSun except in instances, if applicable, where a client has instructed us otherwise.
- If applicable, any statements received directly from the account custodian should be regarded as the official record for a client's account.
- Opinions and commentary do not take into account the investment objectives or financial situation of any particular investor or class of investors. Investors will need to consider their own circumstances before making an investment decision.
- Holdings are subject to change and should not be construed as investment advice.
- Any performance composite data utilized herein is used for illustrative purposes only and may not be inclusive of your account or reflective of the performance specific to your account. Moreover, the effect of certain markets or conditions may have impacted the performance composite data shown and may differ from the performance of your account.
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