



Investment Philosophy

We are a fundamental, "bottom up" manager with a long-term time horizon. Our investment philosophy focuses on buying high quality companies at the right price, typically a 20-40% discount to estimated fair value. Our approach emphasizes rigorous research, a disciplined stock selection process, a strong valuation orientation, a concentrated portfolio (30-40 holdings) and a well-defined sell discipline.

Portfolio Overview

| | |
|-----------------------|----------------------|
| Turnover | 25% or less avg. |
| Time Horizon | 3-5 years |
| Universe | >\$250mm |
| Focused | 30 - 40 positions |
| Sector Weights Target | <3X Benchmark |
| Typical Holding | 2 - 5% |
| Maximum Holding | 5% |
| Cash | 5-20%; currently 12% |
| Active Share | 90.0% |

Risk Metrics*

| | 3 Year | 5 Year |
|---------------------|--------|--------|
| Beta | 0.85 | 0.83 |
| R-Squared | 0.77 | 0.79 |
| Standard Deviation | 10.1% | 9.4% |
| Sharpe Ratio | 1.20 | 1.30 |
| Alpha | 5.4% | 4.1% |
| Tracking Error | 4.92% | 4.53% |
| Information Ratio | 0.85 | 0.54 |
| Batting Average | 0.56 | 0.53 |
| Up Market Capture | 106.0% | 97.0% |
| Down Market Capture | 71.0% | 74.0% |

*3 YRS and 5 YRS ending 6/30/18 vs. Russell 3000 Value

Firm

| | |
|--------------------------------|----------|
| Founded in 1994 | |
| All Employees are Shareholders | |
| AUM (Firm) | \$890 mm |
| AUM (All Cap) | \$280 mm |

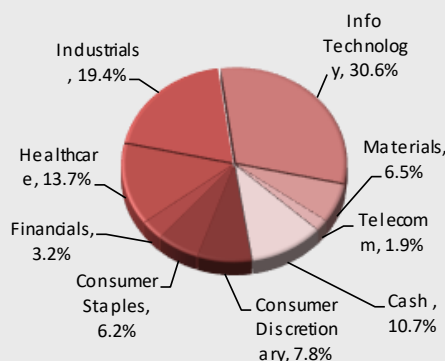
Investment Team

| | |
|----------------------|--------------------|
| Kevin Bernzott | 1994 (24 yrs exp.) |
| Tom A. Derse, CFA | 2004 (18 yrs exp.) |
| Scott T. Larson, CFA | 2007 (22 yrs exp.) |
| Ryan J. Ross, CFA | 2014 (13 yrs exp.) |

Top 10 Holdings

| | |
|-------------------------------------|--------------|
| Douglas Dynamics, Inc. | 5.0% |
| Intel Corporation | 3.9% |
| Cisco Systems, Inc. | 3.9% |
| Microsoft Corporation | 3.7% |
| Compass Minerals International, Inc | 3.6% |
| Mobile Mini, Inc. | 3.5% |
| Artisan Partners Asset Management | 3.4% |
| Total System Services, Inc. | 3.2% |
| Hill-Rom Holdings, Inc. | 3.1% |
| The Procter & Gamble Company | 3.0% |
| % of total portfolio | 36.3% |

Sector Breakdown



Portfolio Characteristics

| | |
|--------------------------|------------|
| Number of holdings | 35 |
| Weighted Avg Market Cap | \$91.7 Bn |
| Median Market Cap | \$4.9 Bn |
| Largest Cap | \$757.7 Bn |
| Smallest Cap | \$0.5 Bn |
| EBIT Margin | 16.5% |
| ROE (Trailing 5Yr) | 15.1% |
| LT EPS Growth (5Yr) | 10.7% |
| P/E Ratio (Forward) | 19.76 |
| Divident Yield (Current) | 1.8% |
| Discount to Fair Value | -13.7% |

All Cap Equity Composite Performance (6/30/18)

| | QTD | YTD | 1YR | 3YRS | 5YRS | 7YRS | Inception* |
|--|------|-------|-------|-------|-------|-------|------------|
| Bernzott All Cap Value Equity (Gross) | 4.3% | 5.4% | 19.1% | 12.8% | 12.9% | 13.1% | 13.4% |
| Bernzott All Cap Value Equity (Net) | 4.1% | 5.0% | 18.1% | 12.0% | 12.1% | 12.3% | 12.5% |
| Russell 3000 Value | 1.7% | -1.2% | 7.3% | 8.5% | 10.4% | 11.3% | 11.3% |
| S&P 500 (Net Total Return) | 3.3% | 2.4% | 13.7% | 11.3% | 13.3% | 12.5% | 12.5% |

*Equity product inception - Jan 1, 2011

**BERNZOTT CAPITAL ADVISORS
U.S. ALL CAP VALUE COMPOSITE
ANNUAL DISCLOSURE PRESENTATION**

| Year End | Total Firm Assets (USD) (millions) | Compos-ite Assets (USD) (million s) | Number of Accounts | % of Non-Fee-Paying | Russell 3000 Value | S&P 500 | Annual Performance Results Composite | | Annual Composite Dispersion | Composite 3 Yr Standard Deviation | Russell 3000 Value 3Yr Standard Deviation | S&P 500 3Yr Standard Deviation |
|----------|------------------------------------|-------------------------------------|--------------------|---------------------|--------------------|---------|--------------------------------------|--------|-----------------------------|-----------------------------------|---|--------------------------------|
| | | | | | | | Gross | Net | | | | |
| 2011 | \$372.0 | \$162.0 | 252 | 6.2% | -0.1% | 2.11% | 7.93% | 7.07% | 1.19% | N.A.2 | N.A.2 | N.A.2 |
| 2012 | \$395.2 | \$173.9 | 256 | 6.1% | 17.55% | 16.00% | 14.09% | 13.21% | 1.71% | N.A.2 | N.A.2 | N.A.2 |
| 2013 | \$513.6 | \$199.4 | 254 | 4.8% | 32.69% | 32.39% | 30.69% | 29.68% | 3.25% | 10.37% | 12.90% | 11.94% |
| 2014 | \$528.7 | \$182.4 | 237 | 5.5% | 12.70% | 13.69% | 8.17% | 7.32% | 3.69% | 8.31% | 9.49% | 9.10% |
| 2015 | \$577.2 | \$162.7 | 236 | 4.2% | -4.13% | 1.38% | -3.76% | -4.51% | 1.29% | 10.29% | 10.90% | 10.62% |
| 2016 | \$655.2 | \$180.0 | 283 | 3.7% | 18.40% | 11.96% | 17.74% | 16.99% | 1.38% | 10.65% | 11.12% | 10.74% |
| 2017 | \$854.4 | \$203.8 | 209 | 4.6% | 13.19% | 21.83% | 23.41% | 22.39% | 1.85% | 10.19% | 10.48% | 10.07% |

N.A.2 - Information is not statistically meaningful due to an insufficient period of time.

U.S. All Cap Value Composite The U.S. All Cap Value Composite includes all fully discretionary portfolios that invest in U.S. stocks that are considered to have risk-adjusted returns purchased at reasonable prices. The composite includes concentrated portfolios of market leading companies with consistent operating performance, significant recurring revenue, solid operating margin, moderate leverage and strong returns on capital. For comparison purposes this composite is measured against the Russell 3000 Value and S&P 500. The minimum account size for this composite is \$100 thousand. Prior to 12/31/2013, the composite was named the US Equity Opportunity Composite. As of 1/1/2014, The Russell 3000 Value was added as the primary benchmark. The S&P 500 was left as a secondary benchmark. The Russell 3000 Value was updated historically as the firm believes that it is a better comparison for the underlying strategy for the entire period shown.

Bernzott Capital Advisors (BCA) claims compliance with the Global Investment Performance Standards (GIPS®) and has prepared and presented this report in compliance with the GIPS standards. BCA has been independently verified for the periods of January 1, 1995 through December 31, 2016. Verification assesses whether (1) the firm has complied with all the composite construction requirements of the GIPS standards on a firm-wide basis and (2) the firm's policies and procedures are designed to calculate and present performance in compliance with the GIPS standards. The U.S. All Cap Value composite has been examined for the periods of January 1, 2011 through December 31, 2016. The verification and performance examination reports are available upon request.

BCA is an independent registered investment adviser. The firm's list of composite descriptions is available upon request.

Results are based on fully discretionary accounts under management, including those accounts no longer with the firm.

The U.S. Dollar is the currency used to express performance. Returns are presented gross and net of management fees and include the reinvestment of all income. Net of fee performance was calculated using actual management fees. The annual composite dispersion presented is an asset-weighted standard deviation calculated for the accounts in the composite the entire year. Policies for valuing portfolios, calculating performance, and preparing compliant presentations are available upon request.

For institutional client accounts in the U.S. All Cap Value strategy, the management fee schedule is as follows: 0.75% on the first \$25 Million; 0.70% on the next \$25 Million; 0.65% on the next \$50 Million and 0.60% on the balance. For private client accounts, the management fee schedule is as follows: 1% on the first \$2 Million; 0.75% on the next \$3 Million; 0.50% on the balance. Special circumstances unique to a specific client may result in the negotiation of fees different than those set forth herein. We generally aggregate separate accounts of a single relationship for billing purposes. We may serve certain non-profits qualified under Section 501(c)3 IRC at a discount and we waive fees for employees and related parties.

The U.S. All Cap Value Composite was created January 1, 2011. Past performance is not indicative of future results.