



Investment Philosophy and Pillars

Our value-based approach to growth investing is based on our philosophy that *capital preservation* is as important as *capital appreciation*. This principle has been and will be the cornerstone for our differentiated performance metrics. The six attributes of our framework that we think will allow us to deliver differentiated returns over our time horizon include:

- *Our definition of “risk”* – we believe risk is defined by the probability of *permanent capital loss*, not price volatility.
- *Our definition of “growth”* – we believe growth in *shareholder value*, not revenue or earnings, is the primary driver in stock prices over the long-term.
- *Our margin of safety mandate* – we believe differentiated returns are generated by owning wide-moat compounding machines only when their stock prices are materially below our estimate of intrinsic value and represent minimal downside risk.
- *Our scenario analysis identifies asymmetric opportunities* – our estimates of intrinsic value are based on future free cash flow but our analysis incorporates a range of scenarios to assess the likely range of outcomes and identifies asymmetric opportunities.
- *Our understanding of behavioral finance* – as long as humans are trading stocks, there will be persistent behavioral biases that we will attempt to exploit.
- *Our concentrated portfolio*, in the context of a sound process, increases the odds of superior risk-adjusted returns.

Mar Vista’s consistent and repeatable philosophy, which is captured in each of our strategies, is based on tenets that have been consistently proven through time to generate superior investment returns for long-term investors.

- **Wide Moat** – We myopically invest in businesses that possess sustainable competitive advantages that allow them to generate excess economic rents well into the future.
- **Shareholder Value Growth** – We evaluate opportunities for unit and pricing growth, margin expansion and capital reinvestment to identify rare “compounding machines.”
- **Capital Allocation** – We assess management’s ability to widen the economic moat through smart capital allocation and sound reinvestment.
- **Margin of Safety** – We assess the margin of safety, or the difference between fair value and the current stock price, by (i) evaluating the range of potential outcomes for free cash flow generation, (ii) the probability for each scenario to occur, and (iii) the downside of an erroneous assumption.

- **Concentration** – When we identify skewed return opportunities relative to the amount of risk incurred, we take large positions.

Portfolio Construction

The Focus strategy is a concentrated portfolio that typically consists of 15-20 stocks, representing Mar Vista’s highest conviction ideas. Position sizes typically average 5%, though that weighting can be higher or lower depending on a stock’s risk-reward characteristics. While holdings are generally spread across multiple industries, certain sectors may be over- or under-weighted based on favorable growth rates or valuation parameters.

About Mar Vista

Mar Vista is an emerging minority-owned investment management firm serving the needs of a variety of clients, including institutions, foundations, pensions, endowments, trusts, and high-net-worth individuals. Our mission is to increase the wealth of our clients, while preserving capital, by generating superior long-term investment performance. Mar Vista’s experienced investment team follows a disciplined and proven process for finding high quality growth companies. The foundation of our fundamentally driven approach relies on extensive research to identify those rare wide-moat businesses that can endure through a variety of economic cycles.

Portfolio Managers

Silas A. Myers, CFA is a co-founder and majority shareholder of Mar Vista Investment Partners. He serves as a portfolio manager for the firm’s Strategic Growth and Focus strategies and has more than 27 years of investment experience. Before starting Mar Vista in 2007, Silas spent seven years as a portfolio manager and analyst at Roxbury Capital Management. He began his career as a vice president and portfolio manager at Utendahl Capital Management. He has a B.A. in psychology and an M.B.A., both from Harvard University. He is also a Robert A. Toigo Foundation alumnus.

Brian L. Massey, CFA is a co-founder of Mar Vista Investment Partners and serves as a portfolio manager for the firm’s Strategic Growth and Focus strategies. He has more than 26 years of investment experience. Prior to starting Mar Vista in 2007, Brian spent 10 years as a portfolio manager/analyst, and Director of Research at Roxbury Capital Management. He has a B.A. in economics from Johns Hopkins University and an M.B.A. from The Anderson School at the University of California, Los Angeles.

RISK STATISTICS VS. RUSSELL 1000® GROWTH INDEX

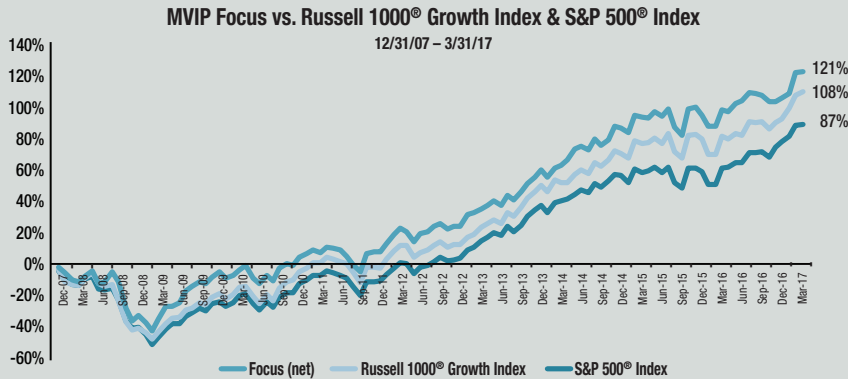
	5 Years	Peak-to-Peak 12/31/2007-3/31/2017	Inception
Alpha	0.71	1.89	1.92
Beta	0.91	0.88	0.89
Down Capture Ratio	93.70	81.20	80.75
Up Capture Ratio	95.80	91.68	94.47
Active Share (avg)	85.32	84.57	86.00
Tracking Error	2.77	5.96	5.82
Sharpe Ratio	1.52	0.58	0.66
Sortino Ratio	4.19	0.91	1.11

AVERAGE ANNUALIZED RETURNS as of 3/31/17

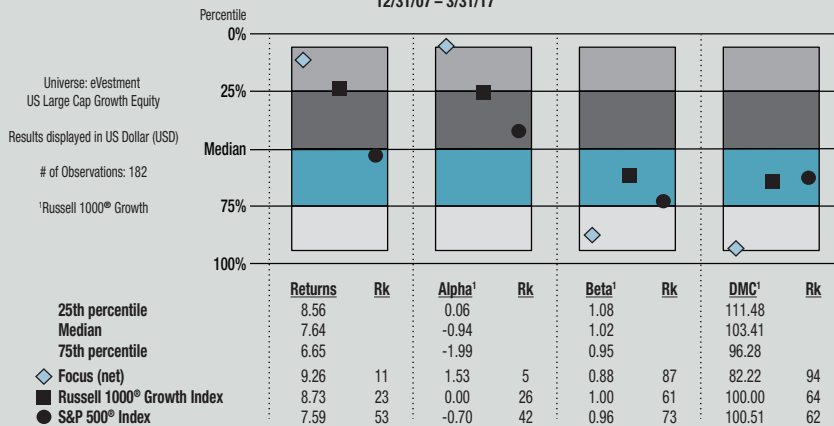
	Focus Gross	Focus Net	Russell 1000® Growth Index	S&P 500® Index
1 Year	12.6%	12.3%	15.8%	17.2%
3 Years	11.2%	10.9%	11.3%	10.4%
5 Years	12.8%	12.6%	13.3%	13.3%
10 Years	9.3%	8.9%	9.1%	7.5%
Since Inception	10.8%	10.2%	9.9%	9.4%

Inception Date: December 31, 2002

PEAK-TO-PEAK ANALYSIS



MVIP Focus vs. Universe
12/31/07 – 3/31/17



TOP TEN HOLDINGS

American Tower	8.69%
Berkshire Hathaway	7.63%
Oracle	6.76%
Allergan	6.05%
Markel	5.86%
Honeywell International	5.47%
Unilever	5.22%
Roper Technologies	5.11%
Starbucks	4.98%
Alphabet	4.35%

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Mar Vista Investment Partners, LLC, a Delaware limited liability company, offers investment advisory services to individuals, pension and profit sharing plans, trusts, estates, corporations, as well as other institutional clients. For purposes of compliance with GIPS®, Mar Vista has defined itself to not include bundled/WRAP fee accounts in the firm's assets. Mar Vista maintains a complete list and description of firm composites, which is available upon request.

Mar Vista claims compliance with the Global Investment Performance Standards (GIPS®).

The Focus composite was created 12/01/07, with an inception date of 12/31/02. All returns are based in U.S. dollars and are computed using a time-weighted total rate of return. The composite is defined to include all fully discretionary, fee paying, taxable and tax-exempt portfolios with no minimum or maximum account value, managed in accordance with Mar Vista's Focus strategy, which is a concentrated portfolio invested in 15 to 20 equities, and that paid for execution on a transaction basis. Effective 10/1/05, portfolios with directed commissions were excluded from the composite. Prior to 4/1/04 the composite was defined to include tax-exempt portfolios with a minimum portfolio value of \$500,000. From 12/31/02 forward, the composite includes portfolios without restrictions and also portfolios with minor restrictions that affect up to a maximum of 5% of the portfolio's value based on the cost of the restricted securities at the time of purchase by other similarly managed portfolios. One non-fee paying portfolio is included in the composite for the following periods: 16% of the composite's assets for year end 2004; 100% of the composite's assets for year end 2005 and 2006. Three non-fee paying portfolios are included for the following periods: 42% of the composite's assets for year end 2007; 17% of the composite's assets for year end 2008; 19% of the composite's assets for 2009; 0.1% of the composite's assets for 2010; 0.1% of the composite's assets for 2011; 0.1% of the composite's assets for 2012; 0.1% of the composite's assets for 2013; 0.1% of the composite's assets for 2014; 0.1% of the composite's assets for 2015; 0.1% of the composite's assets for 2016; 0.1% of the composite's assets for 1Q2017. The results in the column marked net of fees for the periods 4/01/04 through the present, include a standard management fee applied to any non-fee paying portfolio for performance calculation purposes.

The primary benchmark is the Russell 1000® Growth Index, defined as an unmanaged, capitalization weighted index of those Russell 1,000 companies with higher price-to-book ratios and higher forecasted growth values. Index returns include dividends and/or interest income and, unlike composite returns, do not reflect fees or expenses. In addition, unlike the composite, which periodically maintains a significant cash position, the Russell 1000® Growth Index is fully invested. Investors cannot directly invest in an index. The secondary benchmark is the S&P 500® Index, defined as an unmanaged, capitalization weighted index of the common stocks of 500 major U.S. corporations. Index returns include dividends and/or interest income and, unlike composite returns, do not reflect fees or expenses. In addition, unlike the composite, which periodically maintains a significant cash position, the S&P 500® Index is fully invested. Investors cannot directly invest in an index. The dispersion in composite returns shown herein was measured using an asset-weighted standard deviation formula. Gross performance is net of all transaction costs, and net performance is net of any transaction costs, applicable performance-based fees and actual management fees, but before any custodial fees. All returns are calculated net of withholding taxes on dividends and interest. Two non-fee paying accounts are net down by the maximum fee. Actual results may differ from composite results depending upon the size of the portfolio, investment objectives and restrictions, the amount of transaction and related costs, the inception date of the portfolio and other factors. Policies for valuing portfolios, calculating performance, and preparing compliant presentations are available upon request. The firm's Focus fee schedule is as follows: First \$25 million - 0.75%; Next \$25 million - 0.60%; Next \$50 million - 0.50%; Over \$100 million - Negotiable. Special circumstances may cause fees to vary from this schedule and Mar Vista reserves the right to negotiate fees with clients. Fees are payable quarterly in arrears or advance based on 1/4th of the annual rate.

The source of all charts and graphs is Mar Vista Investment Partners, LLC. Portfolio characteristics are derived using current available data from independent research sources that are believed to be reliable. Securities listed above are held in the account of a client that Mar Vista believes to be representative of the Focus accounts it manages for various managed account or wrap fee programs sponsored by unrelated financial firms. Other clients of Mar Vista with different investment objectives may hold different securities than those listed above or may have sold some of these securities. Top Ten holdings listed should not be considered a recommendation to purchase or sell any particular security. The reader should not assume that investment in these specific securities identified above were or will be profitable. Risk Statistics, Top Ten Holdings, and Peak-to-Peak Analysis data are provided as supplemental information to the Focus GIPS® Complaint Presentation. A Focus presentation that complies with GIPS® is available upon request by contacting Mar Vista directly at (310) 917-2800 or by emailing at info@marvistainvestments.com. Past performance is no guarantee of future results. Not FDIC insured, no bank guarantee, may lose value.