



Strategy Objectives

To build wealth over extended periods by investing in a limited number of high-quality companies, purchased at attractive prices. The primary benchmark is the Russell 1000 Value Index. The strategy employs a concentrated, low-turnover approach paying particular attention to the soundness of a company's finances and the quality of its management. Once invested, we hold a position for as long as the fundamentals and valuation remain attractive.

Strategy Facts

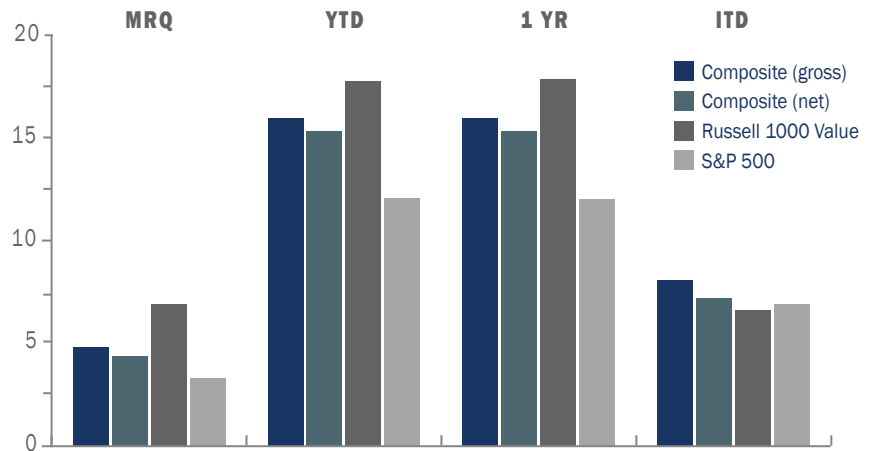
Composite Inception Date 12/31/2014
Assets in Composite \$10.3M
Assets in Strategy \$444.3M
Composite Portfolio Managers Jeffrey D. Lent
John P. Petrofsky, CAIA

Firm Facts

Founded 1972
Headquarters Bethesda, Maryland
Ownership 100% Employee Owned
Regulatory Firm Assets¹ \$1.1B
Employees 17

¹\$1.1B GIPS Firm Assets, \$70M UMA Assets

Annualized Total Returns (%)



As of 12.31.2016. Torrays Concentrated Large Value Inception: 12/31/2014.

	MRQ	Year-to-date	Annualized 1 Year	ITD
Composite (gross)	4.7	16.3	16.3	7.5
Composite (net)	4.6	15.7	15.7	7.0
Russell 1000 Value	6.7	17.3	17.3	6.2
S&P 500	3.8	12.0	12.0	6.6

Portfolio Characteristics

Characteristics	Portfolio	Russell 1000 Value
Holdings	29	696
Avg. Mkt. Cap. (\$B)	128	120
ROE	16%	24%
P/E (Fwd 12 mo)	14	16
Dividend Yield	2.5	2.4
Alpha	0.7%	-
Beta	0.9	-
Up Market Capture	88%	-
Down Market Capture	80%	-
Active Share	82	-

Sectors	% Portfolio	% Russell 1000 Value
Financials	25	27
Info. Tech.	19	9
Industrials	19	10
Health Care	15	10
Cash	8	0
Telecom	4	4
Energy	4	14
Materials	3	3
Utilities	3	6
Cons. Discr.	0	5
Cons. Staples	0	8
Real Estate	0	5

Top 10 Holdings	% of Portfolio
Bank of America	4.8
AT&T	4.1
IBM	4.0
American Express	3.9
General Electric	3.9
BP	3.8
General Dynamics	3.8
Wells Fargo	3.6
Chubb	3.6
Marsh & McLennan	3.6
TOTAL	39.3

Figures are dollar-weighted averages, unless noted. Performance statistics are trailing 1-year averages. Strategy holdings and sector allocations are subject to change and should not be considered a recommendation to buy or to sell any security. Past performance is not indicative of future results. See performance footnotes. Source: FactSet, Russell and Torrays, LLC.

Investment Team

Jeffrey D. Lent Portfolio Management and Research

Mr. Lent began his investment career in 1987 with Kemper Mutual Funds in Chicago. Prior to joining Torray LLC, he was an analyst and portfolio manager with Resolute Capital Management, and a Vice President with Tucker Anthony Inc. where he formed the Corporate Services Group. Mr. Lent received a BS from the University of New Hampshire in 1987.

John P. Petrofsky, CAIA Portfolio Management and Research

Mr. Petrofsky has been with Torray since 2014. He began his investment career in 2009. Before joining Torray, he was a Senior Consulting Associate for Cambridge Associates; prior to that he was an analyst at Deutsche Bank in London. Mr. Petrofsky received a BA from Stanford University, and an MBA from the University of Virginia, Darden School of Business.

Shawn M. Hendon, CFA Portfolio Management and Research

Mr. Hendon began his investment career in 1976, and is co-manager of The Torray Fund. He previously served as co-manager of The Torray Fund from 2008-12, before establishing Harewood Partners LLC. Prior to 2008, he was co-founder and Partner of Rockledge Partners, and Managing Director and Portfolio Manager for Lockheed Martin Investment Management Company. Mr. Hendon received a BA degree from Georgetown University, and an MBA from George Washington University.

Contact

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Director, Client Service

Torray LLC

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About the Adviser

Torray LLC is independently owned and located in Bethesda, MD. Since 1972, the firm manages investments for institutions, high net worth and individual investors. It offers value and growth strategies as mutual funds, separately managed accounts, and unified managed accounts.

Philosophy

We believe:

- Opportunity exists where short-term valuations overly discount long-term potential
- A consistent process is a better long-term strategy than information advantage or intuition

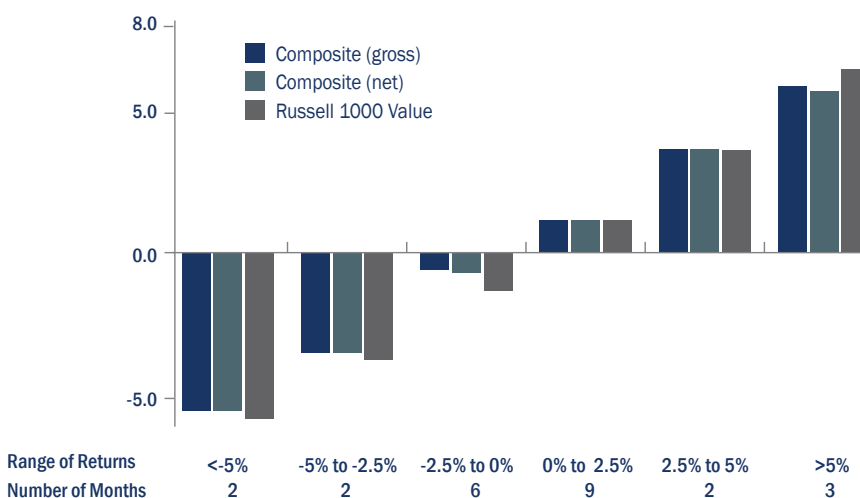
We invest in:

- Companies with attractive long-term valuations
- High-quality businesses with strong fundamentals

We are:

- Long-term investors
- Focused on capital preservation
- Total-return oriented

Monthly Up-Down Capture %



AVERAGE CAPTURE RATIO SINCE INCEPTION vs. Russell 1000 Value Index

UP MARKET: 96% DOWN MARKET: 86%

The chart above represents past performance and is not intended to imply future performance. This illustrates the performance of the Torray Concentrated Large Value Composite, both gross and net of fees, vs. the Russell 1000 Value Index in terms of monthly performance, sorted by the performance of the benchmark. Fees are applied on the last month of every quarter, therefore not all months reflect the impact of fees in net returns.

The Concentrated Large Value Composite includes all discretionary portfolios managed under the Torray LLC Concentrated Large Value Strategy. For comparison purposes, the composite is measured against the Russell 1000 Value Index.

Torray LLC claims compliance with the Global Investment Performance Standards (GIPS®).

Torray LLC is an independent registered investment adviser. The firm maintains a complete list and description of composites, which is available upon request. Results are based on fully discretionary accounts under management, including those accounts no longer with the firm. Composite performance is presented net of foreign withholding taxes on dividends, interest income, and capital gains. Withholding taxes may vary according to the investor's domicile. Past performance is not indicative of future results.

The U.S. Dollar is the currency used to express performance. Returns are presented gross of management fees and include the reinvestment of all income. Actual returns will be reduced by investment advisory fees and other expenses that may be incurred in the management of the account. The collection of fees produces a compounding effect on the total rate of return net of management fees.

As an example, the effect of investment management fees on the total value of a client's portfolio assuming (a) quarterly fee assessment, (b) \$1,000,000 investment, (c) portfolio return of 8% a year, and (d) 1.00% annual investment advisory fee would be \$10,416 in the first year, and cumulative effects of \$59,816 over five years and \$143,430 over ten years. The annual composite dispersion presented is an asset-weighted standard deviation calculated for the accounts in the composite the entire year. Additional information regarding policies for valuing portfolios, calculating performance and preparing compliant presentations is available upon request.

The management fee schedule is as follows: 1.00% on assets up to \$5 million, 0.75% on next \$20 million, 0.50% on next \$175 million; 0.375% on next \$100 million, and 0.25% on balance. Actual investment advisory fees incurred by clients may vary.

A copy of the Ashland Partners & Company LLP verification report is available on request.