



Strategy Objectives

The objectives are to earn a high and growing dividend yield while balancing capital preservation with growth of capital. The primary benchmark is the S&P 500. The strategy employs a concentrated portfolio with an emphasis on low turnover. We invest across the capital structure in predominately large capitalization companies with records of stable and growing revenues, earnings, cash flows and dividends.

Strategy Facts

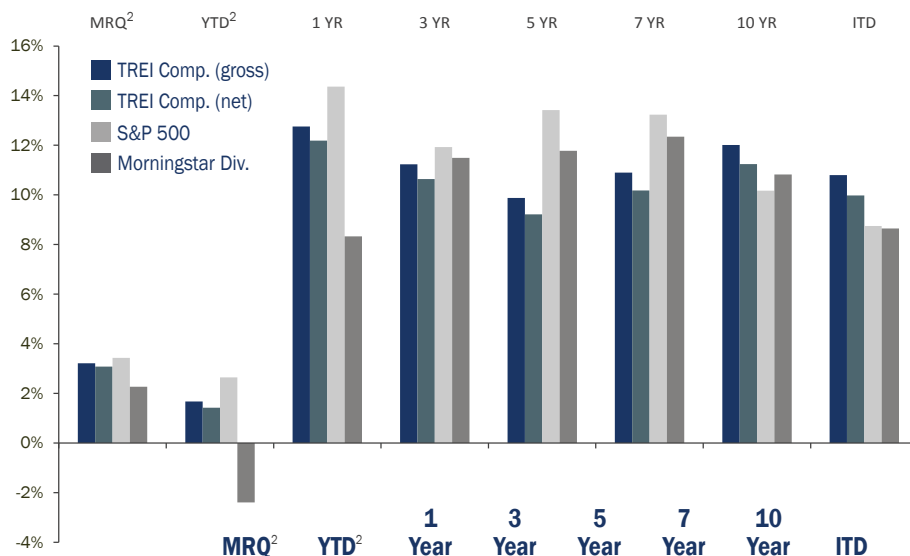
Inception Date 4/1/05
Assets in Strategy \$48M
Assets in Composite \$24M
Portfolio Manager Jeffrey D. Lent

Firm Facts

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

¹Firm assets under advisement total \$1.2 billion.

Annualized Total Returns (%)



	MRQ ²	YTD ²	1 Year	3 Year	5 Year	7 Year	10 Year	ITD
TREI Comp. (gross)	3.2	1.7	12.8	11.2	9.9	10.9	12.0	10.8
TREI Comp. (net)	3.1	1.4	12.2	10.6	9.2	10.2	11.2	10.0
S&P 500	3.4	2.6	14.4	11.9	13.4	13.2	10.2	8.8
Morningstar Div.	2.3	-2.4	8.3	11.5	11.8	12.3	10.8	8.6

² Most Recent Quarter (MRQ) and Year-to-date (YTD) not annualized. As of 6.30.2018. TorraysResolute Equity Income Inception: 4/1/05.

Calendar Year Returns (%)

Year End	2017	2016	2015	2014	2013	2012	2011	2010	2009	2008
TREI Comp. (gross)	21.2	24.5	-10.0	11.9	15.4	13.1	9.1	20.5	37.1	-20.6
TREI Comp. (net)	20.5	23.8	-10.5	11.2	14.5	12.2	8.2	19.6	36.1	-21.2
S&P 500	21.8	12.0	1.4	13.7	32.4	16.0	2.1	15.1	26.5	-37.0
Morningstar Div.	19.0	17.8	0.2	12.6	30.6	10.9	9.7	14.7	19.6	-30.9

Portfolio Characteristics

Portfolio Statistics	Portfolio		Sector Allocation			Top 10 Holdings	
	Portfolio	S&P 500	Allocation	% Portfolio	S&P 500	Top 10 Holdings	% of Portfolio
Holdings	25	506	Financials	23	14	SLM Corp Pfd Shs Series B	5.9
Avg. Mkt. Cap. \$B (wtd)	98	218	Energy	15	6	Phillips 66	5.5
ROE (1 yr)	23%	14%	Info. Tech.	15	26	MGM Growth Prop. Class A	5.4
Turnover	27%	7%	Health Care	14	14	Boeing Company	5.2
EPS Growth	6%	8%	Industrials	10	10	Exxon Mobil	5.1
EPS Variability	57%	41%	Real Estate	5	3	Cisco Systems, Inc.	5.1
Standard Deviation	8%	10%	Materials	5	3	LyondellBasell Indus. NV	5.0
Alpha	0.9%		Cons. Disc.	5	13	Enbridge Inc.	4.9
Beta	0.7		Cons. Stpls.	5	7	Amgen Inc.	4.9
Up Market Capture	70%		Telecom	0	2	General Motors	4.8
Down Market Capture	88%		Utilities	0	3	Total	51.8
			Cash	3	0		

Figures are dollar-weighted averages, unless noted. Shared Portfolio Statistics are 5-yr 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 and Torrays LLC.

Portfolio Manager

Jeffrey D. Lent
Portfolio Management and Research

Mr. Lent is the portfolio manager for the Equity Income strategy, co-Portfolio Manager for the Concentrated Large Value strategy, and serves on the Investment Committee for the TorrayResolute Growth strategies.

He began his investment career in 1987 with Kemper Mutual Funds in Chicago. Prior to joining Torray in 2010, 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.

31 years experience
 19 years with TorrayResolute Strategies

Contact

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About the Adviser

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

Philosophy

We believe

- Consistent revenues and earnings enable excess capital return
- Opportunity lies in the mispricing of risk
- Process is a better bet than information advantage or intuition

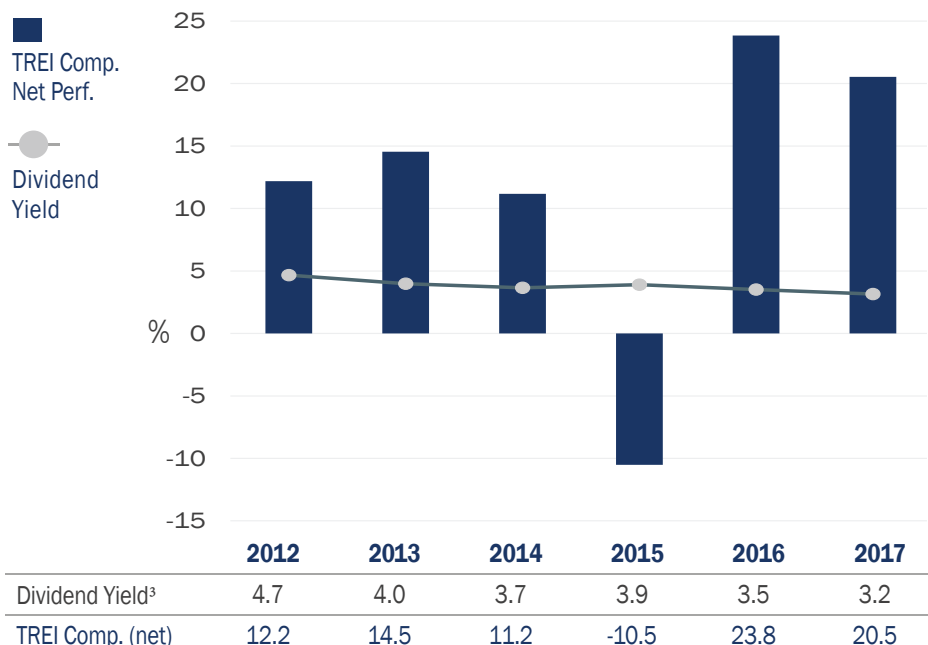
We seek

- Strong balance sheets
- Dividends exceeding market averages
- Management teams bent toward shareholder remuneration
- Secular tailwinds that support stability

We are

- Long-term oriented
- Capital preservation advocates
- Committed to our process

Calendar Year Returns and Dividend Yield



³ "Dividend Yield" is dividends paid over the past four quarters divided by the end of year market price.

As of 12.31.2017. Source: Factset. **Past performance and dividend yield are no guarantee of future results.**

TorrayResolute Equity Income Composite includes all discretionary fee paying portfolios over \$150 thousand managed under the TorrayResolute equity income strategy. For comparison purposes, the composite is measured against the S&P 500 and the Morningstar® Dividend Composite indices. The Morningstar® Dividend Composite is the Composite's secondary benchmark. The strategy focuses on companies that pay stable and rising cash distributions to shareholders and investments may vary across the capital structure, including common and preferred stock, and convertible debt. Prior to July 1, 2010, this composite was managed by Resolute Capital Management LLC (Resolute). Resolute joined Torray when Torray purchased a majority share of Resolute on July 1, 2010.

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 by calling Hugh P. Tawney at 855.753.8174.

Results are based on fully discretionary accounts under management, including those accounts no longer with the firm. Composite performance is presented gross or net of foreign withholding taxes on dividends, interest income, and capital gains depending on the custodian. 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 and net of management fees and include the reinvestment of all income. Net of fee performance was calculated using actual management fees.

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.

Composite was created July 1, 2010. The periods from April 1, 2005 to June 30, 2010 represent the performance record established by the portfolio management team while affiliated with Resolute. A copy of the ACA Compliance Group verification report is available on request.