



Strategy

The objectives are to earn a high and growing dividend yield while balancing capital preservation with growth of capital.

The strategy employs a concentrated portfolio and invests across the capital structure in predominately large capitalization companies with records of stable and growing revenues, earnings, cash flows and dividends.

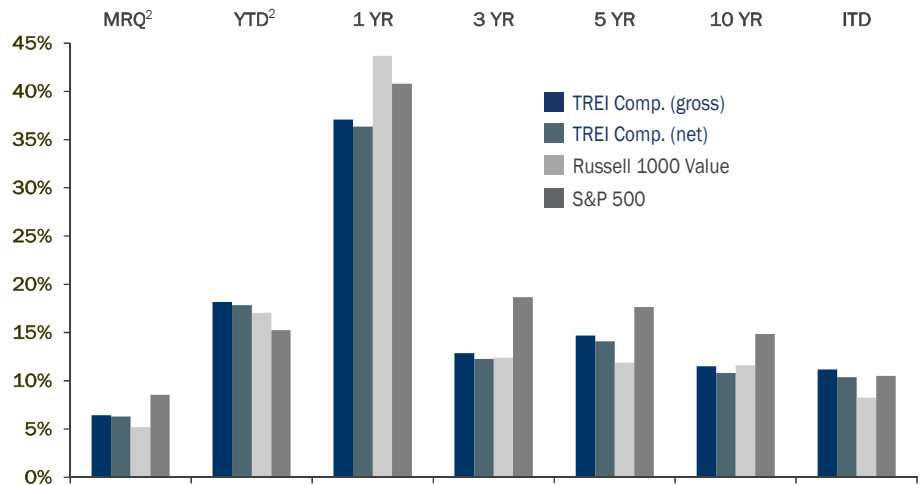
Inception Date 4/1/05  
Benchmark Russell 1000® Value  
Portfolio Manager Jeffrey D. Lent

Firm

Founded 1972  
Headquarters Bethesda, Maryland  
Ownership 100% Employee Owned  
Firm Assets<sup>1</sup> \$999M  
Firm AUM \$719M  
Employees 13

<sup>1</sup> Firm assets includes non-discretionary UMA assets under advisement.

Annualized Total Returns (%)



	MRQ <sup>2</sup>	YTD <sup>2</sup>	1 Year	3 Year	5 Year	10 Year	ITD
TREI Comp. (gross)	6.4	18.2	37.1	12.9	14.7	11.5	11.2
TREI Comp. (net)	6.3	17.9	36.4	12.3	14.1	10.8	10.4
Russell 1000 Value	5.2	17.1	43.7	12.4	11.9	11.6	8.2
S&P 500	8.6	15.3	40.8	18.7	17.6	14.8	10.5

<sup>2</sup> Most Recent Quarter (MRQ) and Year-to-date (YTD) not annualized. As of 06/30/21. TorraysResolute Equity Income Inception: 4/1/05.

Calendar Year Returns (%)

Year End	2020	2019	2018	2017	2016	2015	2014	2013	2012	2011
TREI Comp. (gross)	3.5	28.1	-6.6	21.2	24.5	-10.0	11.9	15.4	13.1	9.1
TREI Comp. (net)	2.9	27.4	-7.1	20.5	23.8	-10.5	11.2	14.5	12.2	8.2
Russell 1000 Value	2.8	26.5	-8.3	13.7	17.3	-3.8	13.5	32.5	17.5	0.4
S&P 500	18.4	31.5	-4.4	21.8	12.0	1.4	13.7	32.4	16.0	2.1

Portfolio Characteristics

Portfolio Statistics	Portfolio	Russell 1000 Value	Sector Allocation	% Portfolio	Russell 1000 Value	Top 10 Holdings	% Portfolio
Holdings	26	842	Info Tech	20	11	SLM Corp Pfd Series B	4.7
Avg. Mkt. Cap. \$B (wtd)	113	153	Financials	17	21	CoreSite Realty Corp.	4.3
ROE (1 yr)	30%	11%	Cons. Disc.	12	6	Blackstone Group Inc.	4.3
Turnover	50%	8%	Health Care	12	17	Paychex, Inc.	4.3
EPS Growth	5%	9%	Industrials	11	12	Broadcom Inc. Pfd Series A	4.2
EPS Variability	41%	55%	Real Estate	8	5	Genuine Parts Company	4.2
Standard Deviation	15%	16%	Energy	8	5	Prudential Financial, Inc.	4.1
Alpha	3.5%		Materials	4	4	Lockheed Martin Corp.	4.1
Beta	0.91		Comm. Services	4	8	Amgen Inc.	4.0
Up Market Capture	97%		Cons. Staples	4	7	Phillips 66	4.0
Down Market Capture	86%		Utilities	0	5	<b>Total</b>	<b>42.2</b>
			Cash	1	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.

## Investment Team

**Jeffrey D. Lent**  
Portfolio Manager

Mr. Lent is a Principal at Torray, the portfolio manager for the Equity Income strategy, co-Portfolio Manager for the Large Value strategy and The Torray Fund, and serves on the Investment Committee for the Torray/Resolute Growth strategies.

**Shawn M. Hendon, CFA**  
Research

Mr. Hendon is President of Torray and a Principal. He is a research analyst for the Equity Income strategy and is the co-Portfolio Manager of the Large Value strategy and The Torray Fund.

## Contact

### Client Relations & Marketing

Breck Scalise, *Director*

Advisor: 855.753.8174

[www.torray.com](http://www.torray.com)

## About the Adviser

Torray LLC is independently owned and located in Bethesda, MD. Since 1972, the firm has managed investments for institutions 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

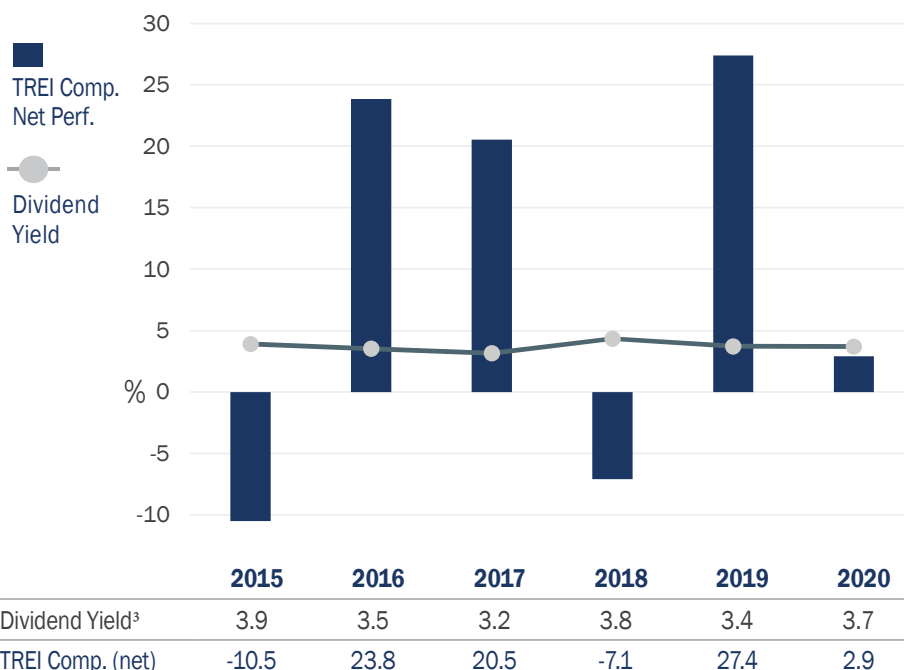
We seek

- 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



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

As of 12.31.2020. Source: Factset. **Past performance and dividend yield are no guarantee of future results.**

Torray/Resolute Equity Income Composite includes all discretionary fee-paying portfolios over \$150 thousand managed under the Torray/Resolute equity income strategy. 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. For comparison purposes, the composite is measured against the Russell 1000® Value and the S&P 500 indices. The primary benchmark is the Russell 1000® Value. The Russell 1000® Value Index measures the performance of the large-cap value segment of the U.S. equity universe. It includes those Russell 1000 Index companies with lower price-to-book ratios and lower forecasted growth values. Prior to 1/1/2020, the S&P 500 Index was the Composite's primary benchmark and was replaced with the Russell 1000® Value because it is more relevant. This decision was made based on an analysis and comparison of characteristics data and review of other similar products. Effective 1/1/2020, the S&P 500 Index is the Composite's secondary benchmark. The S&P 500 measures the value of stocks of the 500 largest corporations by market capitalization listed on the New York Stock Exchange or Nasdaq Composite. In 2018, the Morningstar® Dividend Composite Index was removed as the Composite's secondary benchmark due to the difficulty in obtaining and consistently updating the benchmark's performance statistics and risk characteristics. 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 is an independent registered investment adviser. Registration of an investment adviser does not imply any level of skill or training. The firm maintains a complete list and description of composites and broad distribution pooled funds, which is available upon request. To obtain a GIPS Report for the strategy presented, please contact the firm using the phone number listed below.

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. GIPS® is a registered trademark of the CFA Institute. The CFA Institute does not endorse or promote this organization, nor does it warrant the accuracy or quality of the content contained herein.

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. Policies for valuing investments, calculating performance, and preparing GIPS reports are available upon request.

Composite was created July 1, 2010 and has an inception date of April 1, 2005.