Polen U.S. Small Company Growth

Portfolio Manager Commentary – September 2021

Summary

- Markets were volatile in the third quarter of 2021, reflecting challenges seemingly related to COVID-19 variants, broad-based supply chain issues, the resulting impacts of inflation, and cracks in the Chinese economy.

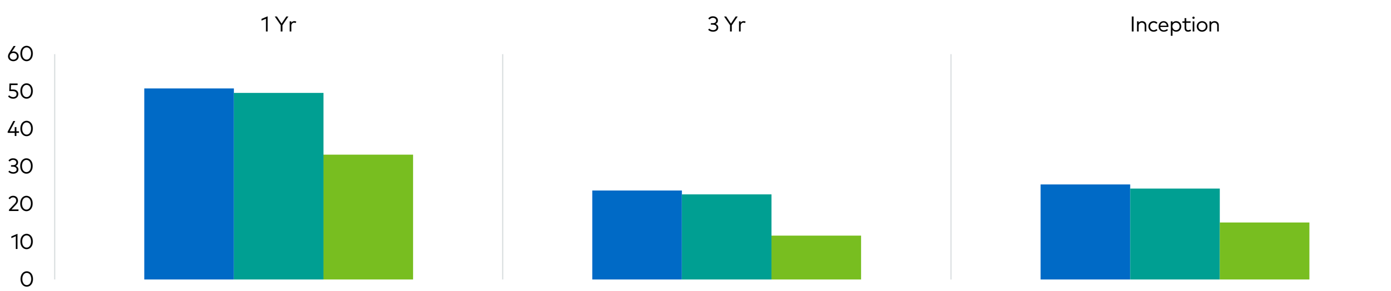
- For the third quarter, the Polen U.S. Small Company Growth Composite Portfolio (the "Portfolio") returned 1.94% and 1.74% gross and net of fees, outperforming the Russell 2000 Growth Index (the "Index") return of -5.64%.

- The top relative contributors during the quarter were Globant, Goosehead Insurance, and Endava. The bottom three relative detractors were Trupanion, Simulations Plus, and Olo.

- During the quarter, we initiated a position in Olo and sold Euronet Worldwide and Envestnet. We added to Progyny and trimmed Etsy, Revolve, and Paylocity.

- The direction of interest rates, inflation, and supply chain shortages can drive market volatility over the shorter term. That said, we believe our Portfolio companies are well-positioned to manage through these challenges and become at least two to five times larger over time.

Seeks Growth & Capital Preservation (Performance (%) as of 09-30-2021)



	Qtr	YTD	1 Yr	3 Yr	5 Yr	Inception
U.S. Small Company Growth (Gross)	1.94	16.82	50.85	23.72	-	25.31
U.S. Small Company Growth (Net)	1.74	16.14	49.68	22.65	-	24.20
Russell 2000 Growth	-5.64	2.82	33.26	11.70	-	15.18

The performance data quoted represents past performance and does not guarantee future results. Current performance may be lower or higher. Periods over one-year are annualized. Please reference the GIPS Report which accompanies this commentary.

The commentary is not intended as a guarantee of profitable outcomes. Any forward-looking statements are based on certain expectations and assumptions that are susceptible to changes in circumstances.

Commentary

Global markets continued to be volatile in the third quarter of 2021 as investors seemed increasingly worried about an economic slowdown. Markets appeared to fixate on challenges related to COVID-19 variants, broad-based supply chain issues, the resulting impacts of inflation, and cracks in the Chinese economy.

The Polen U.S. Small Company Growth strategy fared well in this environment, benefitting from increased volatility and dispersion. We believe this is because our Portfolio companies are positioned on the right side of change and have greater financial flexibility.

The global pandemic cemented permanent behavior changes related to the new digital landscape, which we view as a structural, long-term trend.

This shift has led to an exponential acceleration in business activity for many of our Portfolio companies. Ultimately, individual stock selection drove the Portfolio's returns in the quarter. As a reminder, all the companies we own are financially sound, cash flow producing businesses that we believe can compound earnings at a high rate of return for many years.

Regarding supply chain shortages and inflation, we have increasingly seen their impact on consumers' daily lives. That said, we believe the current shortages are likely transitory and longer-term inflation should remain low given the advances in technology and its broad deflationary effect.

Supply chain shortages and input cost inflation have been less of an issue for our Portfolio companies in aggregate. However, the tight labor market and its effect on wages is something we are monitoring closely. Many Portfolio companies are facing these challenges and must raise compensation to remain competitive. At the same time, their financial flexibility and operating leverage is high, leaving them better positioned relative to small-cap peers, which are often unprofitable and/or highly indebted. Our research also shows that our companies prioritize culture. In turn, we think this positions them well to attract and retain talent.

The trajectory of interest rates has also been an overriding concern for many investors. While this may challenge some companies, we believe our Portfolio companies are not particularly vulnerable. They have relatively low levels of leverage and are not reliant on external capital to grow.

At the same time, rising rates could result in a slowdown in consumer spending. This may extend the timeline for some companies to achieve our target return expectations but does not increase the risk of permanent loss of capital, in our view. Any short-term deceleration in consumer spending is likely to be offset by favorable, long-term structural demand trends driven by digital transformation.

While concern about interest rates, inflation, and supply chain shortages can drive market volatility over the shorter term, we continue to remain focused on the long term and on investing in high-quality compounders. We believe that each of our Portfolio companies can potentially be at least two to five times larger than they are today and are all underpriced relative to their long-term potential.

Portfolio Performance & Attribution

The Portfolio outperformed the Index during the quarter, returning 1.94% gross of fees versus -5.64 for the Index. The top relative contributors were **Globant**, **Goosehead Insurance**, and **Endava**. The bottom three relative detractors were **Trupanion**, **Simulations Plus**, and **Olo**.

In terms of contributors, **Globant**, a provider of digital transformation services to enterprises worldwide, reported a 67% increase in revenue year over year. The company continues to expand its capabilities, has a robust customer pipeline, and expects demand to increase. During the quarter, Globant reached more than $1 billion in revenues for a trailing twelve-month period for the first time in company history.

Goosehead Insurance reported a 28% increase in organic revenue growth and 40% increase in core revenue growth year over year. During the quarter, the company released its Digital Agent Platform, a direct-to-consumer insurance quoting platform designed to help customers research and buy insurance coverage in a simple, transparent, and efficient way.

IT consulting firm **Endava** continued to see strong demand for its digital services across all regions and verticals, attributed to its deeper engagement with existing clients and increased interest from new and prospective clients. During the quarter, the company reported revenues were up 48% year over year, with double-digit increases in revenues from existing clients and a double-digit increase in the number of active customers.

Conversely, **Trupanion** reported mixed earnings results, mostly due to higher-than-expected costs of new pet acquisition. The increased spending is intended to drive future growth. We continue to believe Trupanion's long-term growth prospects and competitive positioning remain compelling in an underpenetrated U.S. pet insurance market.

Simulations Plus, a partner to the pharmaceutical and biotech industries, underperformed during the period. The company may be experiencing COVID-19 challenges related to delayed services projects from its customers. We continue to monitor the situation closely. **Olo**, a new addition to the Portfolio during the quarter, traded lower during the period. This may have been due to an expiration of the lockup agreement for early investors in the company, who are now eligible to sell shares. We provide further details on our purchase decision in the Portfolio Activity section.

Portfolio Activity

During the quarter, we initiated a position in **Olo** and sold **Euronet Worldwide** and **Envestnet**. We added **to Progyny** and trimmed **Etsy, Revolve,** and **Paylocity**.

Olo is the premier B2B software partner for restaurants transitioning to the new normal of digital ordering. Olo's scalable go-to-market strategy, which targets enterprise brands, results in highly efficient sales and marketing expense, consistent average revenue per unit (ARPU) growth, and little need to tap capital markets to fund long-term goals. The company operates a repeatable subscription-based model with a solid margin and cash flow structure, has a customer-centric and visionary management team, and has a solid track record of product line expansion.

> **We think Olo has a leading competitive position in a large total addressable market and the ability to expand its solutions across various verticals over time.**

We sold **Envestnet** after two years of ownership, because the company's growth prospects are less clear to us. The company has made acquisitions to expand its product and service offerings, but results have been mixed overall. Future growth is also less certain. The decision to trim Etsy was a function of market capitalization while the decision to trim Revolve was driven by position size management due to strong performance.

Euronet Worldwide, a holding since the strategy's inception, provides transaction processing and cash management services. We exited the position and used the proceeds as a source of funds for new opportunities given that the pandemic has hampered demand for Euronet's services. While we believe Euronet has been able to navigate challenging circumstances, the ongoing move to cashless payments, its higher market cap, and alternative and compelling investment opportunities led us to exit our position.

We trimmed **Etsy** and **Revolve** to fund the purchase of Olo. For **Paylocity**, we trimmed the position to fund our addition to **Progyny.**

Outlook

We continue to see an exciting and attractive growth runway for our Portfolio companies. We believe digital transformation is breaking down barriers to scale for small companies and that this transformation is still in its early stages. Based on our research, we own competitively positioned companies with the financial strength to reinvest in their growth and have an outsized impact in driving this change. With our long-term time horizon, we believe that we are well-positioned to capitalize on what we anticipate being a period of continued high levels of growth, differentiation, and compelling investment opportunities.

Team Update

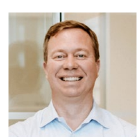
We are pleased to announce that Iris Chipendo has joined our team as a Research Associate. Iris is a recent MBA graduate, and we had the wonderful opportunity to first work with her as an intern last spring. During the internship, we discovered that Iris has a great aptitude for our style of investing, a growth mindset focused on continuous improvement, and strong personal character. As a reminder, we have built this team one-by-one, hiring individuals based on their ability to uphold our core values, which include prioritizing a team-first mentality, cognitive flexibility, and skill. We are very excited and lucky to have Iris on board.

Thank you for your interest in Polen Capital and the U.S. Small Company Growth strategy. Please fee free to contact us with any questions.

Sincerely,

Tucker Walsh & Rayna Lesser Hannaway

Experience in High Quality Growth Investing



Tucker Walsh
Head of Team, Portfolio Manager & Analyst
29 years of experience

Rayna Lesser Hannaway
Portfolio Manager & Analyst
24 years of experience

GIPS Report

Polen Capital Management
U.S. Small Company Growth Composite—GIPS Composite Report

		UMA	Firm	Composite Assets		Annual Performance Results				3 Year Standard Deviation[2]	
Year End	**Total ($Millions)**	**Assets ($Millions)**	**Assets ($Millions)**	**U.S. Dollars ($Millions)**	**Number of Accounts**	**Composite Gross (%)**	**Composite Net (%)**	**Russell 2000 G (%)**	**Composite Dispersion (%)**	**Polen Gross (%)**	**Russell 2000 G (%)**
2020	59,161	20,662	38,499	48.06	68	56.41	55.08	34.63	1.7	25.52	25.10
2019	34,784	12,681	22,104	8.28	8	22.73	21.62	28.50	0.1	N/A	N/A
2018	20,591	7,862	12,729	3.82	6	3.30	2.31	-9.29	0.0	N/A	N/A
2017[1]	17,422	6,957	10,466	5.65	4	20.74	19.82	18.22	N/A	N/A	N/A

[1]Performance represents partial period (March 9, 2017 through December 31, 2017), assets and accounts are as of December 31, 2017.
[2]A 3 Year Standard Deviation is not available for 2017, 2018 and 2019 due to 36 monthly returns are not available. Total assets and UMA assets are supplemental information to the GIPS Composite Report.
N/A - There are five or fewer accounts in the composite the entire year.
While pitch books are updated quarterly to include composite performance through the most recent quarter, we use the GIPS Report that includes annual returns only. To minimize the risk of error we update the GIPS Report annually. This is typically updated by the end of the first quarter.

GIPS Report

The U.S. Small Company Growth Composite created on July 3, 2017 with inception date March 9, 2017 contains fully discretionary small company equity accounts that are not managed within a wrap fee structure and for comparison purposes is measured against Russell 2000 Growth. The accounts are highly concentrated and unconstrained with regard to the number of the highest-conviction positions (i.e., positions of greater than 5%) comprising the portfolios. Polen Capital invests exclusively in a portfolio of high-quality companies.

Polen Capital Management claims compliance with the Global investment Performance Standards (GIPS®) and has prepared and presented this report in compliance with the GIPS standards. Polen Capital Management has been independently verified for the periods April 1, 1992 through June 30, 2021. The verification reports are available upon request. A firm that claims compliance with the GIPS standards must establish policies and procedures for complying with all the applicable requirements of the GIPS standards. Verification provides assurance on whether the firm's policies and procedures related to composite and pooled fund maintenance, as well as the calculation, presentation, and distribution of performance, have been designed in compliance with the GIPS standards and have been implemented on a firm-wide basis. Verification does not provide assurance on the accuracy of any specific performance report.

Polen Capital Management is an independent registered investment adviser. A list of all composite and pooled fund investment strategies offered by the firm, with a description of each strategy, is available upon request. In July 2007, the firm was reorganized from an S-corporation into an LLC and changed names from Polen Capital Management, Inc. to Polen Capital Management, LLC. A material error in the 2017 annual performance for the Russell 2000 Growth was corrected as of April 17, 2020. 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 fees and include the reinvestment of all income. Net of fee performance was calculated using actual fees. The annual composite dispersion presented is an asset-weighted standard deviation using returns presented gross of management fees calculated for the accounts in the composite the entire year. Policies for valuing investments, calculating performance, and preparing GIPS Reports are available upon request.

The management fee schedule is as follows:
Institutional: Per annum fees for managing accounts are 100 basis points (1.00%) on the first $50 Million and 85 basis points (0.85%) on all assets above $50 Million of assets under management. HNW: Per annum fees for managing accounts are 175 basis points (1.75%) of the first $500,000 of assets under management and 125 basis points (1.25%) of amounts above $500,000 of assets under management. Actual investment advisory fees incurred by clients may vary.

Past performance does not guarantee future results and future accuracy and profitable results cannot be guaranteed. Performance figures are presented gross and net of fees and have been calculated after the deduction of all transaction costs and commissions. Polen Capital is an SEC registered investment advisor and its investment advisory fees are described in its Form ADV Part 2A. The advisory fees will reduce clients' returns. The chart below depicts the effect of a 1% management fee on the growth of one dollar over a 10 year period at 10% (9% after fees) and 20% (19% after fees) assumed rates of return.

The Russell 2000® Growth Index measures the performance of those Russell 2000 companies with higher price/book ratios and higher forecasted growth values.

The volatility and other material characteristics of the indices referenced may be materially different from the performance achieved. In addition, the composite's holdings may be materially different from those within the index. Indices are unmanaged and one cannot invest directly in an index.

The information provided in this document should not be construed as a recommendation to purchase or sell any particular security. There is no assurance that any securities discussed herein will remain in the composite or that the securities sold will not be repurchased. The securities discussed do not represent the composite's entire portfolio. Actual holdings will vary depending on the size of the account, cash flows, and restrictions. It should not be assumed that any of the securities transactions or holdings discussed will prove to be profitable, or that the investment recommendations or decisions we make in the future will be profitable or will equal the investment performance of the securities discussed herein. A complete list of our past specific recommendations for the last year is available upon request.

Return	**1 Year**	**2 Years**	**3 Years**	**4 Years**	**5 Years**	**6 Years**	**7 Years**	**8 Years**	**9 Years**	**10 Years**
10%	1.10	1.21	1.33	1.46	1.61	1.77	1.95	2.14	2.36	2.59
9%	1.09	1.19	1.30	1.41	1.54	1.68	1.83	1.99	2.17	2.37
20%	1.20	1.44	1.73	2.07	2.49	2.99	3.58	4.30	5.16	6.19
19%	1.19	1.42	1.69	2.01	2.39	2.84	3.38	4.02	4.79	5.69