

Driehaus Emerging Markets Small Cap Equity Strategy Summary

3RD QUARTER 2022

Global equity markets staged a counter-trend rally at the outset of the third quarter of 2022, in tandem with a near-term peak in oil and other commodity prices, lending support to growth equity indices on a relative basis. However, renewed concerns over the persistence of inflation caused the rally to be short-lived, as many global equity indices touched fresh year-to-date lows at the end of the quarter, while investors grappled with uncertainty over the terminal fed funds rate amid the ongoing Federal Reserve (Fed) interest rate hiking cycle.

Emerging markets (EM) exhibited mixed performance against this backdrop, as the all-cap MSCI Emerging Markets Index underperformed the MSCI All-Country World Index, while EM small caps were relative outperformers against EM large caps, and performed in-line versus the MSCI All-Country World Small Cap Index during the quarter.

The Driehaus Emerging Markets Small Cap Equity Strategy returned -6.3% for the quarter, compared to the MSCI Emerging Markets Small Cap Index return of -5.25%.¹

Key contributors during the quarter included Korea and the consumer staples sector, while China and the industrials sector detracted from relative performance.

Korea contributed positively to relative performance, due in part to the Strategy's underweight to the market, as Korean small caps substantially underperformed the MSCI Emerging Markets Small Cap Index by over 1200 basis points. The allocation effect added 80 basis points to the Strategy's relative performance, while the currency effect added an additional 46 basis points. Stock selection was also strong, led by a shipbuilding company that is seeing an expansion of its order book alongside peaking raw material costs, portending a strengthening outlook for profit margins.

The consumer staples sector added to relative performance, with stock selection being the main driver. Two of the Strategy's top weightings generated strong returns during the quarter, contributing the majority of the relative performance in the sector. These included an Indian beverage company and a Saudi Arabian pharmacy operator, both of which demonstrated durable business models amid challenging economic conditions.

China detracted from relative performance during the quarter. The vast majority of this was through the allocation effect, as China's market slumped by nearly 28%, well in excess of the Index's 5.1% decline, and the Strategy continues to maintain an overweight position in the country. Individual names that underperformed included a restaurant operator and a regional shipping company with a focus on China as its main end market. These laggards reflected China's ongoing struggles to contain COVID.

¹Performance Disclosure

The performance data represents the strategy's composite of emerging markets small cap equity accounts managed by Driehaus Capital Management LLC (DCM) (the composite). These returns are estimated for the period as the underlying accounts' data is yet to be reconciled to the custodian bank. Net of fee returns reflect the payment of advisory fees and in some instances, other fees and expenses such as administrative and custodian fees while the gross of fee returns do not. Both are net of brokerage commissions charged to the accounts and reflect the reinvestment of income and other earnings. The performance data shown above represents past performance and does not guarantee future results. Current performance may be lower or higher than the performance data quoted. **Please see the notes section for other important information.**

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The industrial sector detracted from relative performance, with positions in China leading the downside. Of note, a manufacturer of specialized wind turbines, as well as an industrial valve and pump producer detracted from performance in the sector.

The Strategy maintains an overweight position in China. While economic growth estimates have been revised down amid China's struggles to contain COVID, we believe this dynamic is well understood by market participants at this point. This development, along with the regulatory crackdown that transpired throughout 2021, has created, in our view, an attractive opportunity to accumulate recovery growth stocks in China. This dislocation has occurred in tandem with an improving credit impulse, which may presage stronger growth in the quarters ahead.

The Strategy maintains an underweight position in Taiwan, which is a market that is heavily driven by tech hardware. Lofty valuations in local technology companies, in combination with potential earnings pressure resulting from a slowdown in end markets such as PCs and smartphones, lead the Strategy to hold a material underweight position in the market.

The Strategy is overweight the energy sector. Tight global conditions in both upstream and downstream hydrocarbons have created a backdrop of strong pricing power, as well as rising demand for renewable energy. The Strategy continues to favor oil and gas exploration and production companies, as well as renewable energy supply chain beneficiaries.

The Strategy maintains an underweight position in the real estate sector. Rising global interest rates have put pressure on demand for property, while China continues to see a deterioration in the credit quality of its property developers.

The Strategy continues to hold a positive view on the relative case for EM equities, with the anticipation of an improving second derivative of growth in China, at the same time that the developed world is dealing with an energy crisis and struggling with its policy mix as growth slows while inflation remains persistent. While the Strategy maintained a defensive posture with a higher-than-normal cash position for the better part of the trailing twelve months, we have deployed cash into recovery growth stocks in China and Taiwan, while adding to favored positions in India and Brazil, as the pipeline of new ideas demonstrating earnings inflections or second derivative earnings improvements grows.

Until next month,



Chad Cleaver, Lead Portfolio Manager
Driehaus Emerging Markets Small Cap Equity Strategy

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Driehaus Emerging Markets Small Cap Equity Strategy

% Month-End Performance (as of 9/30/22)

	Annualized						
	MTH	QTD	YTD	1 Year	3 Year	5 Year	Inception ¹
Driehaus Emerging Markets Small Cap Equity-Gross (2/1/16)	-7.91	-5.97	-23.75	-20.79	11.20	6.74	9.68
Driehaus Emerging Markets Small Cap Equity-Net (2/1/16)	-8.02	-6.31	-24.56	-21.90	9.54	5.27	8.37
MSCI Emerging Markets Small Cap Index (ND) (Benchmark)	-10.03	-5.25	-24.23	-23.23	5.54	1.25	5.71
MSCI Emerging Markets Small Cap Growth Index (ND)	-10.53	-5.62	-28.13	-26.08	6.02	1.38	4.25

Top 5 Holdings⁵ (as of 8/31/22)

Company	Sector	Country	% of Strategy
Mobile World Investment Corp	Consumer Discretionary	Vietnam	2.9
Voltronic Power Technology Corp.	Industrials	Taiwan	2.6
FPT Corp.	Information Technology	Vietnam	2.5
SLC Agricola S.A.	Consumer Staples	Brazil	2.1
Nahdi Medical Company	Consumer Staples	Saudi Arabia	2.1

Sources: Driehaus Capital Management LLC, Factset Research Systems, Inc., eVestment Alliance Data as of 9/30/22.

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¹2/1/2016. ²Composite assets include those accounts that meet the composite objectives and eligibility requirements. Please see notes at the end of this presentation for additional information.

³Portfolio characteristics represent the strategy's composite. ⁴Data is calculated monthly. ⁵Holdings subject to change.

Key Features

- Emerging markets small cap exposure
- Benchmark aware, not benchmark constrained
- Opportunistic investment approach
- High active share

Facts

Inception Date	2/1/16
Composite Assets Under Management ²	\$101 million
Firm Assets Under Management	\$11.3 billion

Portfolio Characteristics³

Market Cap Breakout	Strategy	Benchmark
<\$5 billion	76.3%	97.9%
\$5- \$15 billion	23.7%	2.1%
> \$15 billion	0.0%	0.0%

	Strategy	Benchmark
Number of Holdings	82	1,823
Weighted Avg. Market Cap (M)	\$3,738	\$1,573
Median Market Cap (M)	\$3,173	\$767
Est. 3-5 Year EPS Growth	23.9%	20.1%
Active Share (3-year avg.) ⁴	95.64	n/a

Portfolio Management

Chad Cleaver, CFA, Lead Portfolio Manager
19 years industry experience

Howard Schwab, Portfolio Manager
21 years of industry experience

Richard Thies, Portfolio Manager
14 years of industry experience

Driehaus Emerging Markets Small Cap Equity Strategy

Sector Weights (%)

	Comm. Services	Consumer Discretionary	Consumer Staples	Energy	Financials	Health Care	Industrials	Information Technology	Materials	Real Estate	Utilities	Cash
Strategy	1.0	16.7	10.4	7.6	6.8	6.5	16.5	14.4	11.6	1.9	0.7	5.9
Benchmark	3.6	12.7	6.6	2.4	11.1	8.3	15.5	16.1	13.3	6.7	3.7	0.0
Active Weights	-2.7	4.0	3.8	5.2	-4.3	-1.9	1.0	-1.7	-1.7	-4.8	-2.9	5.9

Country Weights (%)

	Strategy	Benchmark	Active Weights
Argentina	0.7	0.0	0.7
Australia	0.9	0.0	0.9
Brazil	11.7	6.8	4.9
Cambodia	0.9	0.0	0.9
Canada	2.5	0.0	2.5
China	16.4	4.7	11.7
Hong Kong	6.6	3.1	3.5
India	24.2	25.6	-1.5
Indonesia	5.6	2.8	2.9
Qatar	1.1	1.1	0.0
Saudi Arabia	2.6	3.4	-0.8
South Korea	3.6	12.6	-9.0
Taiwan	6.3	19.5	-13.2
Thailand	2.3	3.9	-1.6
United States	1.0	0.2	0.8
Vietnam	7.7	0.0	7.7
Cash	5.9	0.0	5.9

Sources: Driehaus Capital Management LLC, Factset Research Systems, Inc., eVestment Alliance

Data as of 9/30/22.

Benchmark: MSCI Emerging Markets Small Cap Index (ND)

Driehaus Emerging Markets Small Cap Equity Strategy

Sector Performance Attribution 3rd Quarter – 6/30/22 to 9/30/22

	Driehaus Emerging Markets Small Cap Equity Composite (Port) (%)			MSCI Emerging Markets Small Cap Index ¹ (Bench) (%)			Attribution Analysis (%)
	Port Avg. Weight	Port Total Return	Port Contrib To Return	Bench Avg. Weight	Bench Total Return	Bench Contrib To Return	Total Effect ²
Communication Services	0.61	5.15	0.03	3.68	-5.86	-0.21	0.12
Consumer Discretionary	14.00	-6.44	-1.05	12.13	0.89	0.06	-0.99
Consumer Staples	10.68	5.93	0.52	6.52	-2.93	-0.20	0.95
Energy	7.94	0.70	0.08	2.37	4.02	0.07	0.28
Financials	7.25	-8.50	-0.55	10.75	-2.16	-0.27	-0.53
Health Care	5.63	-10.83	-0.57	8.66	-10.61	-0.83	0.27
Industrials	17.04	-13.73	-2.31	15.46	-3.18	-0.55	-1.80
Information Technology	13.52	-9.47	-1.45	16.84	-11.52	-1.91	0.34
Materials	10.70	-1.44	-0.11	13.18	-3.53	-0.48	0.23
Real Estate	1.48	4.89	-0.11	6.78	-10.84	-0.75	0.43
Utilities	1.52	-25.50	-0.50	3.63	-4.89	-0.19	-0.50
Cash	9.63	-0.07	0.00	0.00	0.00	0.00	0.43
Other ³	0.00	-0.29	-0.27	0.00	0.00	0.00	-0.27
Total	100.00	-6.29	-6.29	100.00	-5.25	-5.25	-1.04

Data as of 9/30/2022.

Sources: Driehaus Capital Management LLC, Factset Research Systems, Inc., eVestment Alliance

¹The Morgan Stanley Capital International Emerging Markets Small Cap Index (MSCI Emerging Markets Small Cap Index) is a market capitalization-weighted index designed to measure equity market performance of small cap stocks in global emerging markets. Data is in US dollars. The net dividend (ND) index is calculated with net dividend reinvestment. ²Total Effect - The Total Effect for each MSCI/GICS Sector is equal to the sum of the individual Attribution Effects for that MSCI/GICS Sector. ³Other refers to securities not recognized by FactSet.

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Per FactSet Research Systems Inc., the attribution report provides an in-depth analysis of relative performance. With this report one can research whether or not a portfolio outperformed a benchmark, and how each group contributed to performance. The performance data shown above is estimated and represents past performance and does not guarantee future results. Current performance may be lower or higher than the performance data quoted. The information presented is intended for informational purposes only.

Driehaus Emerging Markets Small Cap Equity Strategy

Country Performance Attribution 3rd Quarter – 6/30/22 to 9/30/22

MSCI Country	Driehaus Emerging Markets Small Cap Equity Composite (Port) (%)			MSCI Emerging Markets Small Cap Index (ND) ¹ (Bench) (%)			Attribution Analysis (%)
	Port Avg. Weight	Port Total Return	Port Contrib To Return	Bench Avg.Weight	Bench Total Return	Bench Contrib To Return	Total Effect ²
Argentina	0.22	-7.11	-0.05	0.00	0.00	0.00	0.01
Australia	1.06	4.10	0.03	0.00	0.00	0.00	0.11
Bermuda	0.00	0.00	0.00	0.06	-10.37	-0.01	0.00
Brazil	10.27	8.01	0.62	6.44	7.78	0.37	0.49
Cambodia	1.06	-20.56	-0.24	0.00	0.00	0.00	-0.20
Canada	3.02	-4.15	0.07	0.00	0.00	0.00	0.07
Cayman Islands	0.00	0.00	0.00	0.44	-31.02	-0.14	0.12
Chile	0.00	0.00	0.00	0.64	5.52	0.03	-0.06
China	16.57	-16.00	-2.70	5.39	-27.79	-1.63	-0.51
Colombia	0.00	0.00	0.00	0.17	-35.36	-0.07	0.07
Czech Republic	0.00	0.00	0.00	0.03	-4.86	0.00	0.00
Egypt	0.00	0.00	0.00	0.22	2.81	0.00	-0.02
Greece	0.00	0.00	0.00	0.59	-7.89	-0.04	0.02
Hong Kong	7.59	-25.67	-2.12	3.26	-22.06	-0.79	-1.18
Hungary	0.00	0.00	0.00	0.05	-22.09	-0.01	0.01
India	19.08	9.64	1.24	23.42	11.19	2.17	-0.91
Indonesia	4.90	-2.63	-0.15	2.69	-1.52	-0.05	0.12
Kuwait	0.00	0.00	0.00	1.21	-10.18	-0.12	0.06
Malaysia	0.00	0.00	0.00	2.92	-5.19	-0.15	0.00
Mexico	0.85	-17.32	-0.15	1.98	1.28	0.03	-0.34
Netherlands	0.00	0.00	0.00	0.03	-11.19	0.00	0.00
Peru	0.00	0.00	0.00	0.08	-14.27	-0.01	0.01
Philippines	0.03	-5.21	-0.03	0.95	-6.14	-0.06	-0.01
Poland	0.03	-3.60	-0.02	0.90	-22.33	-0.20	0.16
Qatar	1.01	9.20	0.10	1.02	-0.67	-0.01	0.09
Saudi Arabia	3.01	7.65	0.29	3.06	5.80	0.17	0.07
Singapore	0.00	0.00	0.00	0.01	-13.51	0.00	0.00
South Africa	0.09	-7.32	-0.05	3.97	-5.83	-0.20	0.00
South Korea	3.39	-7.71	-0.36	14.24	-17.47	-2.38	1.57
Suriname	0.00	0.00	0.00	0.07	20.74	0.01	-0.02
Taiwan	6.62	-14.34	-0.88	20.07	-9.46	-1.89	0.25
Thailand	2.09	-14.78	-0.37	3.94	-8.77	-0.37	-0.06
Turkey	0.00	0.00	0.00	1.19	17.88	0.16	-0.24
United Arab Emirates	0.67	-14.53	-0.14	0.69	0.00	0.00	-0.21
United States	0.85	-52.28	-0.66	0.21	-16.24	-0.03	-0.59
Vietnam	7.95	-6.19	-0.48	0.00	0.00	0.00	-0.06
Zambia	0.00	0.00	0.00	0.06	-17.16	-0.01	0.01
Cash	9.63	-0.07	0.00	0.00	0.00	0.00	0.43
Other ³	0.00	-0.29	-0.27	0.00	0.00	0.00	-0.27
Total	100.00	-6.29	-6.29	100.00	-5.25	-5.25	-1.04

Sources: FactSet Research Systems Inc. and Driehaus Capital Management. Per FactSet Research Systems Inc., the Attribution Report provides an in-depth analysis of relative performance. With this report one can research whether a portfolio outperformed a benchmark, and how each group contributed to performance. The performance data shown above is estimated and represents past performance and does not guarantee future results. Current performance may be lower or higher than the performance data quoted. The information presented is intended for informational purposes only. ¹A definition of this index can be found on page 5. ²Total Effect - The Total Effect for each MSCI/GICS Sector is equal to the sum of the individual Attribution Effects for that MSCI/GICS Sector. ³Other refers to securities not recognized by FactSet.

Notes // Driehaus Emerging Markets Small Cap Equity Strategy

FIRM DEFINITION

Driehaus Capital Management LLC (DCM) is a registered investment adviser with the United States Securities and Exchange Commission (SEC). DCM provides investment advisory services using growth equity and credit strategies to individuals, organizations, and institutions. The firm consists of all accounts managed by DCM (the Company).

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

COMPOSITE DESCRIPTION

The Emerging Markets Small Cap Equity Composite (the Composite) was created in February 2016. An account is considered to be an emerging markets small cap equity account if it seeks to maximize capital appreciation through active investment primarily in a portfolio of emerging market traded equity and equity-convertible securities of smaller capitalization companies with perceived high growth potential.

PERFORMANCE RESULTS

Net of fee returns reflect the payment of advisory fees and in some instances, other fees and expenses such as administrative and custodian fees while the gross of fee returns do not. Both are net of brokerage commissions charged to the accounts and reflect the reinvestment of income and other earnings.

Valuations and returns are computed and stated in U.S. dollars. Returns are presented on a pretax basis.

Past performance is not indicative of future results. All investments have risks and you could lose money.

Additional information regarding policies for valuing investments, calculating performance and preparing GIPS Reports are available upon request. A list of composite descriptions and a list of broad distribution pooled funds are available upon request. Please contact our sales, marketing and relationship management department at 312-932-8621.

TAX EFFECT

Income tax may be withheld on income depending on the tax laws of each country and its treaty, if any, with the U.S. Such withholding taxes are reflected in the performance of accounts.

INDICES

The Morgan Stanley Capital International Emerging Markets Small Cap Index (MSCI Emerging Markets Small Cap Index) is a market capitalization-weighted index designed to measure equity market performance of small cap stocks in global emerging markets. Data is in US Dollars. The net dividend (ND) index is calculated with net dividend reinvestment.

The MSCI Emerging Markets Small Cap Growth Index is a subset of the MSCI Emerging Markets Small Cap Index and includes only the MSCI Emerging Markets Small Cap Index stocks which are categorized as growth stocks. Data is in US Dollars. The net dividend (ND) index is calculated with net dividend reinvestment.

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TERMS

Active share represents the share of portfolio holdings that differ from the benchmark index holdings. **Alpha** is the measure of performance on a risk-adjusted basis. Alpha takes the volatility (price risk) of a mutual fund and compares its risk-adjusted performance to a benchmark index. The excess return of the fund relative to the return of the benchmark index is a fund's alpha. **Beta** is a measure of a portfolio's volatility. A beta of 1.00 implies perfect historical correlation of movement with the market. A higher beta manager will rise and fall more rapidly than the market, whereas a lower beta manager will rise and fall slower.

Information Ratio (IR) measures a portfolio manager's ability to generate excess returns relative to a benchmark, but also attempts to identify the consistency of the investor. This ratio will identify if a manager has beaten the benchmark by a lot in a few months or a little every month. The higher the IR the more consistent a manager is and consistency is an ideal trait. **R-Squared** is a statistical measure that represents the percentage of a fund or security's movements that can be explained by movements in a benchmark index. For fixed-income securities, the benchmark is the T-bill. For equities, the benchmark is the S&P 500. **Sharpe Ratio** is calculated by finding the portfolio's excess return and then dividing by the portfolio's standard deviation. **Standard Deviation** is a measure of the average deviations of a return series from its mean; often used as a measure of portfolio volatility. A large standard deviation implies that there have been large swings or volatility in the manager's return series. **Tracking Error** is a divergence between the price behavior of a position or a portfolio and the price behavior of a benchmark. This is often in the context of a hedge or mutual fund that did not work as effectively as intended, creating an unexpected profit or loss instead.

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For more information about Driehaus Capital Management LLC, please contact us at 312.932.8621.