

Driehaus Emerging Markets Growth Strategy

OBJECTIVE

The strategy seeks to outperform the MSCI Emerging Markets Index over full market cycles.

KEY FEATURES

- All cap global emerging markets exposure
- Benchmark aware, not benchmark constrained
- Opportunistic investment approach
- High active share

INCEPTION DATE

January 1, 1997

COMPOSITE ASSETS UNDER MANAGEMENT¹

\$3,154 million

Total Strategy Assets: \$3,207 million

FIRM ASSETS UNDER MANAGEMENT

\$9.0 billion

INVESTMENT UNIVERSE

Emerging markets all cap equity

INVESTMENT STYLE

Growth equity

AVAILABLE INVESTMENT VEHICLES:

- Separately managed account
- Institutional commingled
- Mutual fund

PORTFOLIO MANAGERS



Howard Schwab
Lead Portfolio Manager
16 years of industry experience



Chad Cleaver, CFA
Portfolio Manager
15 years of industry experience



Richard Thies
Portfolio Manager
10 years of industry experience

MARKET OVERVIEW

Favorable global economic data in areas such as industrial production, trade, and inflation, facilitated a strong backdrop for equity markets during the quarter. For a third successive quarter, emerging markets led the way, rising 7.9%² in US dollar terms compared to 4.8%³ for global equities and 4.0% for the S&P 500. The growth investment style outperformed, underpinned by strong earnings performance and positive earnings revisions for many growth-oriented companies.

Within emerging markets, Brazil led country performance as the local index was up 22.9% in dollar terms.⁴ The macro picture continues to evolve favorably as inflation is declining, which is bringing down bond yields and interest rate expectations, while GDP growth and the labor market are strengthening. Russia was the next best performer (up 17.6%).⁵ The market has many parallels to Brazil, as the economy is also recovering from a depressed base while inflation continues to fall to multi-decade lows. Oil price appreciation further

supported Russian financial assets during the quarter.

Greece reversed its strong second quarter performance and lagged all emerging markets during the quarter (down 12.1%).⁶ Falling bond yields drove rerating of the market in recent quarters, but the trend reversed in September as the German election outcome raised questions about the evolution of Greece's relationship with Europe. Indonesia also performed poorly, down 1.1% in dollar terms.⁷ While inflation and the currency remain stable, GDP growth has failed to accelerate as President Joko Widodo's infrastructure spending has been slow to materialize and subsidy cuts have pressured consumption.

PERFORMANCE REVIEW

The Driehaus Emerging Markets Growth strategy outperformed the MSCI Emerging Markets Index during the quarter as the strategy returned 11.6%, net of fees, and the index rose 7.9%.⁸ From a factor perspective, momentum's outperformance was favorable for our investment style.

¹Composite assets include those accounts that meet the composite objectives and eligibility requirements. Please see notes at the end of this document for descriptions of composite objectives and eligibility requirements.

²MSCI EM Index

³MSCI World Index

⁴MSCI Brazil Index

⁵MSCI Russia Index

⁶MSCI Greece Index

⁷MSCI Indonesia Index

⁸The performance data represents the strategy's composite of emerging markets growth accounts managed by Driehaus Capital Management LLC (DCM) (the composite). These returns are estimated for the period as all underlying accounts have not yet been reconciled. All rates of return include reinvested dividends and other earnings. Net of fee returns reflect the payment of advisory fees and in some instances, other fees and expenses such as administrative and transfer fees while the gross of fee returns do not. Both are net of brokerage commissions charged to the accounts. 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. The performance results for the composite are shown in comparison to an index. The index is not actively managed and does not reflect the deduction of any advisory or other fees and expenses. While the securities comprising the index are not identical to those in the composite, DCM believes this comparison may be useful in evaluating performance. **Please see the notes section for other important information.**

South Korea was the strategy's top country contributor. Our large underweight contributed positively to performance as the market underperformed. Stock selection lent further support as a healthcare holding performed well and we had no exposure to the underperforming consumer discretionary, consumer staples, and industrials sectors. Fallout from geopolitical tensions with China had a visible impact on the share price and earnings performance of many Korean stocks with China ties.

China also contributed positively during the quarter. The strategy has significant exposure to domestic demand-driven companies in China, including consumer, healthcare, and information technology. Strong stock selection in these sectors drove outperformance as holdings in the education, autos, e-commerce, and pharmaceutical manufacturing industries performed well.

Chile was the strategy's largest country detractor. We have no exposure to the market, which performed well due to appreciation in metals prices, notably copper. Brazil was another drag on the strategy's performance as we were correctly overweight the market, but our holdings

underperformed. Underweights to some of the cyclical sectors such as financials and industrials, which outperformed the market, more than offset outperformance of consumer and healthcare holdings.

At the sector level, financials were the strategy's top contributor. The vast majority of our financials outperformance was driven by Russia and India, where the

largest overweights are to consumer and financials, while its largest underweights are to materials, telecoms, and energy. This positioning reflects a continued preference for domestic cycles over the global cycle, as in many emerging economies, inflation and interest rates continue to decline while GDP growth continues to accelerate, which favors domestic demand.

We remain positive on emerging markets, particularly relative to developed markets, and are encouraged that stylistic factors continue to be supportive for

“The macro picture continues to evolve favorably as inflation is declining, which is bringing down bond yields and interest rate expectations, while GDP growth and the labor market are strengthening.”

strategy carries large overweights and stock selection was extremely strong. Energy was the strategy's largest sector detractor, although the impact was small. Most of the underperformance came from underexposure to a sector that outperformed on the back of a rising oil price. Korea and Brazil were notable country detractors within energy.

OUTLOOK AND POSITIONING

During the quarter, we reduced exposure to the information technology sector and increased exposure to consumer discretionary. At the country level, we reduced India and Taiwan and added to Russia and South Korea. The strategy's

the strategy. Looking ahead, we are mindful of the potential for China's economic cycle to slow following the National Congress. US interest rates and the shape of the US yield curve also remain important factors from a global markets and stylistic perspective, particularly since the growth investment style has been supported by the yield curve flattening this year. As always, we continue to implement our growth-based investment philosophy and focus on companies whose growth is improving in conjunction with a positive inflection.

This update is not intended to provide investment advice. Nothing herein should be construed as a solicitation, recommendation or an offer to buy, sell or hold any securities, other investments or to adopt any investment fund or strategies. You should assess your own investment needs based on your individual financial circumstances and investment objectives.

This material is not intended to be relied upon as a forecast or research. The opinions expressed are those of Driehaus Capital Management LLC ("Driehaus") as of October 18, 2017 and are subject to change at any time due to changes in market or economic conditions. The material has not been updated since October 18, 2017 and may not reflect recent market activity.

The information and opinions contained in this material are derived from proprietary and non-proprietary sources deemed by Driehaus to be reliable and are not necessarily all inclusive. Driehaus does not guarantee the accuracy or completeness of this information. There is no guarantee that any forecasts made will come to pass. Reliance upon information in this material is at the sole discretion of the reader.

PERFORMANCE as of 9/30/17

	Annualized Total Return						
	QTR	YTD	1 Year	3 Year	5 Year	10 Year	Inception 1/1/97
Driehaus Emerging Markets Growth Composite (Gross)	11.97%	34.75%	25.49%	7.68%	8.47%	4.48%	13.54%
Driehaus Emerging Markets Growth Composite (Net)	11.63%	33.47%	23.88%	6.32%	7.01%	2.94%	11.71%
MSCI Emerging Markets Index (ND) ¹	7.89%	27.78%	22.46%	4.90%	3.99%	1.32%	*
MSCI Emerging Markets Growth Index (ND) ²	10.19%	36.03%	26.35%	8.12%	6.55%	1.88%	*

SECTOR PERFORMANCE ATTRIBUTION 3rd Quarter — 6/30/17 to 9/30/17

	Driehaus Emerging Markets Growth Composite (Port) (%)			MSCI Emerging Markets 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 ³
MSCI/GICS Sector							
Consumer Discretionary	9.42	15.83	1.42	8.35	3.51	0.31	1.07
Consumer Staples	7.01	2.02	0.16	6.48	2.58	0.18	-0.09
Energy	2.94	11.48	0.35	6.50	12.94	0.81	-0.15
Financials	27.74	12.13	3.40	23.94	7.13	1.74	1.30
Health Care	2.80	17.76	0.51	2.27	3.33	0.07	0.42
Industrials	5.47	7.97	0.43	5.49	1.69	0.10	0.39
Information Technology	27.57	15.31	4.11	28.88	11.08	3.11	1.00
Materials	4.17	13.32	0.63	7.38	9.93	0.74	0.13
Real Estate	2.41	10.02	0.25	2.78	17.90	0.46	-0.18
Telecommunication Services	1.64	1.69	0.08	5.26	3.32	0.19	0.17
Utilities	2.13	4.63	0.10	2.64	6.79	0.19	-0.02
Cash	6.73	-1.65	-0.10	--	--	--	-0.58
Unassigned	0.00	n/a	-0.46	0.02	2.04	--	-0.45
Total	100.00	10.89	10.89	100.00	7.89	7.89	3.00

Data as of 9/30/17. Preliminary performance data. Sources: Driehaus Capital Management LLC, Factset Research Systems, Inc., eVestment Alliance

The performance data represents the strategy's composite of emerging markets growth accounts managed by Driehaus Capital Management LLC (DCM) (the composite). These returns are estimated for the period as all underlying accounts have not yet been reconciled. All rates of return include reinvested dividends and other earnings. Net of fee returns reflect the payment of advisory fees and in some instances, other fees and expenses such as administrative and transfer fees while the gross of fee returns do not. Both are net of brokerage commissions charged to the accounts. 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. The performance results for the composite are shown in comparison to an index. Unlike the composite, the index is not actively managed and does not reflect the deduction of any advisory or other fees and expenses. While the securities comprising the index are not identical to those in the composite, DCM believes this comparison may be useful in evaluating performance. **Please see the notes section for other important information.**

¹The Morgan Stanley Capital International Emerging Markets Index (MSCI Emerging Markets Index) is a market capitalization-weighted index designed to measure equity market performance in global emerging markets. Data is in US Dollars. The net dividend (ND) index is calculated with net dividend reinvestment. ²The Morgan Stanley Capital International Emerging Markets Growth Index (MSCI Emerging Markets Growth Index) is a subset of the MSCI Emerging Markets Index and includes only the MSCI Emerging Markets Index stocks which are categorized as growth stocks. Data is in US Dollars. The net dividend (ND) index is calculated with net dividend reinvestment. ³**Total Effect** - The Total Effect for each MSCI/GICS Sector is equal to the sum of the individual Attribution Effects for that MSCI/GICS Sector.

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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.

COUNTRY PERFORMANCE ATTRIBUTION 3rd Quarter — 6/30/17 to 9/30/17

MSCI Country	Driehaus Emerging Markets Growth Composite (Port) (%)			MSCI Emerging Markets 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
Argentina	1.23	8.54	0.04	--	--	--	-0.05
Brazil	7.80	20.43	1.53	7.15	22.95	1.50	-0.06
Canada	0.05	-4.97	-0.03	--	--	--	-0.02
Cayman Islands	0.99	58.31	0.49	0.16	65.37	0.08	0.35
Chile	--	--	--	1.21	16.90	0.19	-0.10
China	19.38	20.80	3.77	24.68	14.48	3.39	0.77
Colombia	--	--	--	0.44	6.50	0.03	0.01
Czech Republic	0.16	-0.80	0.02	0.18	10.04	0.02	--
Egypt	0.35	4.72	0.02	0.11	3.32	--	--
France	0.14	0.43	--	--	--	--	0.02
Greece	0.89	1.55	0.02	0.38	-12.15	-0.04	0.03
Hong Kong	4.85	9.94	0.47	3.44	14.58	0.47	-0.06
Hungary	0.55	5.13	0.07	0.34	9.56	0.03	0.02
Imn	--	--	--	0.08	7.37	0.01	--
India	12.72	5.37	0.83	8.80	2.95	0.32	0.12
Indonesia	1.92	6.37	0.12	2.32	-1.07	-0.03	0.18
Japan	1.27	19.80	0.24	--	--	--	0.16
Jersey	0.71	9.05	0.07	--	--	--	0.02
Kazakhstan	0.49	39.04	0.25	--	--	--	0.20
Luxembourg	--	--	--	0.03	-13.14	--	0.01
Malaysia	0.91	3.61	0.03	2.29	1.84	0.04	0.11
Mexico	3.02	-0.24	0.09	3.62	1.45	0.08	0.02
Netherlands	1.03	9.06	0.12	0.32	-12.72	-0.04	0.10
Pakistan	--	--	--	0.11	-16.47	-0.02	0.03
Peru	1.21	13.14	0.17	0.32	13.82	0.04	0.05
Philippines	0.77	4.01	0.03	1.13	3.03	0.03	0.04
Poland	--	--	--	1.31	9.33	0.12	-0.01
Qatar	--	--	--	0.64	-6.85	-0.04	0.10
Russia	5.07	29.99	1.37	3.19	17.58	0.53	0.71
South Africa	3.35	5.65	0.23	6.22	4.77	0.31	0.14
South Korea	8.24	6.03	0.61	15.05	2.69	0.42	0.77
Switzerland	1.17	-5.35	-0.07	--	--	--	-0.17
Taiwan	8.23	1.72	0.21	11.95	0.83	0.14	0.29
Thailand	2.43	13.84	0.33	2.15	10.51	0.21	0.09
Turkey	0.99	1.76	0.00	1.18	0.33	0.01	0.01
United Arab Emirates	1.81	8.39	0.16	0.73	4.10	0.03	0.04
United States	1.55	20.56	0.24	0.48	10.72	0.05	0.13
Cash	6.73	-1.65	-0.10	--	--	--	-0.59
Unassigned	--	-0.45	-0.46	--	--	--	-0.46
Total	100.00	10.89	10.89	100.00	7.89	7.89	3.00

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 4. 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.

TOP 5 HOLDINGS¹ (as of 8/31/17)

Company	Sector	Country	% of Strategy
Alibaba Group Holding Ltd. Sponsored ADR	Information Technology	China	4.9
Sberbank Russia OJSC Sponsored ADR	Financials	Russia	3.6
Tencent Holdings Ltd.	Information Technology	Hong Kong	3.3
HDFC Bank Limited Sponsored ADR	Financials	India	3.1
Samsung Electronics Co., Ltd.	Information Technology	South Korea	2.9

SECTOR WEIGHTS (%)

	Strategy	Benchmark	Active Weights
Consumer Discretionary	10.2	8.3	2.0
Consumer Staples	8.1	6.4	1.7
Energy	4.1	6.7	-2.6
Financials	25.9	23.6	2.3
Health Care	3.2	2.3	0.9
Industrials	5.7	5.4	0.4
Information Technology	28.1	29.5	-1.4
Materials	3.3	7.3	-4.0
Real Estate	1.7	2.9	-1.2
Telecomm. Services	1.6	5.1	-3.5
Utilities	2.4	2.6	-0.2
Cash	5.6	0.0	5.6

COUNTRY WEIGHTS (%)

	Strategy	Benchmark		Strategy	Benchmark
Argentina	1.7	0.0	South Africa	3.2	6.0
Brazil	8.2	7.6	South Korea	9.6	15.0
China	20.4	25.3	Taiwan	7.4	11.5
Egypt	0.4	0.1	Thailand	2.1	2.2
Greece	0.8	0.3	Turkey	1.2	1.1
Hong Kong	4.9	3.6	UAE	1.6	0.7
India	11.2	8.4	United Kingdom	0.5	0.0
Indonesia	1.8	2.3	United States	0.3	1.1
Malaysia	0.9	2.3	Other ²	7.4	1.0
Mexico	2.4	3.5	Cash	5.6	0.0
Peru	1.0	0.3	Unassigned	0.6	0.1
Philippines	1.0	1.1			
Russia	6.7	3.4			

PORTFOLIO CHARACTERISTICS³

	Strategy	Benchmark
Number of Holdings	98	839
Weighted Avg. Market Cap (M)	\$90,277	\$89,181
Median Market Cap (M)	\$14,472	\$6,510
Est. 3-5 Year EPS Growth	17.5%	17.4%
Active Share (3-year avg.) ⁴	81.02	n/a
Market Cap Breakout (%)		
< \$5 billion	8.1	10.8
\$5 - \$15 billion	25.8	26.0
> \$15 billion	66.1	63.3

	Strategy	Benchmark
3-year period		
Annualized Alpha	3.66	n/a
Sharpe Ratio	0.57	0.29
Information Ratio	0.52	n/a
Beta	0.78	1.00
Standard Deviation	12.92	15.73
Tracking Error	5.42	0.00
R-squared	0.90	1.00

Sources: Driehaus Capital Management LLC, Factset Research Systems, Inc., eVestment Alliance
Data as of 9/30/17. Benchmark: MSCI Emerging Markets Index (ND)

¹Holdings subject to change.

²Represents companies domiciled in developed countries that have significant emerging markets exposures.

³Portfolio characteristics represent the strategy's composite.

⁴Data is calculated monthly.

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 strategies to individuals, organizations, and institutions. The firm consists of all accounts managed by DCM (the Company). Prior to October 1, 2006, the firm included all accounts for which Driehaus Capital Management (USVI) LLC (DCM USVI) acted as investment adviser. On September 29, 2006, DCM USVI ceased conducting its investment advisory business and withdrew its registration as a registered investment adviser with the SEC. Effective September 30, 2006, DCM USVI retained DCM as investment adviser to these portfolios.

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

COMPOSITE OBJECTIVES AND ACCOUNTS ELIGIBLE FOR THE EMERGING MARKETS GROWTH COMPOSITE

The Emerging Markets Growth Composite (the Composite) presented includes all unleveraged “emerging markets growth accounts” over which the Company exercises discretionary investment authority of both cash and equities using the same investment objective and philosophy. The Composite was created in January 1997.

An account is considered to be an emerging markets growth account if it seeks capital appreciation by investing primarily in equity securities of rapidly growing companies in emerging markets countries around the world. This strategy may invest substantially all (no less than 65%) of its assets in emerging markets companies.

Once an account has met the above criteria and is fully invested, it is included in the Composite in the next full monthly reporting period. Accounts that change investment strategies are transferred between composites in the first full monthly reporting period in which the account is managed under the new style. Terminated accounts are excluded from the Composite in the first month in which they are not fully invested as of the end of the month.

PERFORMANCE RESULTS

Asset-weighted, net of fee and gross of fee composite returns are presented. Monthly composite returns are calculated as the sum of the monthly returns of each account weighted by the account's beginning monthly value as compared to the Composite total. For periods prior to November 1, 2004, time-weighted account rates of return were calculated on a monthly basis and allowed for the effect of cash additions and withdrawals using the Modified-Dietz method. If a cash contribution or withdrawal exceeded 10% of an account's value, the account was revalued and the return was calculated for the interim period. Effective November 1, 2004, account rates of return are calculated on a monthly basis by geometrically linking daily returns. Monthly composite returns are geometrically linked to determine annual composite returns.

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

The annualized rate of return is presented as the level annual rate which, if earned for each year in a multiple-year period, would produce the actual cumulative rate of return over that period.

For emerging markets growth accounts, valuations and returns are computed and stated in U.S. dollars. Since returns are stated in U.S. dollars, exchange rates were used in the conversion. The Company is not aware of any significant inconsistencies between exchange rates used in the Composite and those used in the benchmark indices. Securities transactions, which include brokerage commissions, are recorded on a trade date basis, and where information is available, income and expense items are recorded on an accrual basis. Returns are presented on a pretax basis and are net of any actual foreign taxes withheld on dividends and interest. Leverage is not a part of the Company's investment strategy for this Composite. Securities are valued in the foreign currency in which they are denominated and then translated into U.S. dollars at the spot rate. Forward contracts are generally purchased to hedge the risk of the currency fluctuation between the trade date and the settlement date of the underlying securities transactions.

Past performance is not indicative of future results. All investments have risks and you could lose money. Other methods may produce different results and the results for individual accounts and for different periods may vary depending on market conditions and the composition of the account. Care should be used when comparing these results to those published by other investment advisers, other investment vehicles and unmanaged indices due to possible differences in calculation methods.

Additional information regarding policies for valuing portfolios, calculating and preparing compliant composite presentations are available upon request. A complete listing and description of all composites is also available upon request. Please contact our sales, marketing and relationship management department at 312-932-8621.

TAX EFFECT

The rates of return presented are determined without regard to U.S. tax consequences. 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 performance results for the Composite are shown in comparison to indices. While the securities comprising the indices are not identical to those in any account in the Composite, the Company believes this may be useful in evaluating performance. The indices are not actively managed and do not reflect the deduction of any advisory or other fees and expenses.

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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.