

Driehaus International Small Cap Growth Strategy

OBJECTIVE

The strategy seeks to outperform the MSCI AC World ex USA Small Cap Growth Index over full market cycles.

KEY FEATURES

- » Developed and emerging market small cap exposure
- » Benchmark aware, not benchmark constrained
- » Opportunistic investment approach
- » High active share

INCEPTION DATE

July 1, 2001

COMPOSITE ASSETS UNDER MANAGEMENT*

\$942 million

Total Strategy Assets: \$942 million

FIRM ASSETS UNDER MANAGEMENT

\$8.8 billion

INVESTMENT UNIVERSE

Global developed and emerging markets
small cap equity

INVESTMENT STYLE

Growth equity

AVAILABLE INVESTMENT VEHICLES

- » Separately managed account
- » Mutual fund

PORTFOLIO MANAGERS



David Mouser
Lead Portfolio Manager
18 years of investment experience



Daniel Burr, CFA
Portfolio Manager
16 years of investment experience



Ryan Carpenter
Assistant Portfolio Manager
12 years of investment experience

Market Overview

Entering 2017, we were hopeful that factor dispersion would not be as significant of a performance driver as it had been in 2016, given that valuation differentials across various metrics had reverted back to more normal levels.

Separately, we were optimistic that reasonable valuations, accelerating Purchasing Managers' Index growth, and substantial operating leverage would create a positive backdrop for European equities.

Both of these came to fruition in the second quarter. Years of investor skepticism on Europe turned into cautious optimism, helped by an economic upswing, still accommodative European Central Bank, and pro-market election outcomes.

Separately, first quarter earnings reports were largely positive in both developed and emerging markets, and reassuringly, these fundamentals seemed to take priority over factor exposures.

Performance review

For the second quarter, the Driehaus International Small Cap Growth strategy returned 12.93%, net of fees, and the MSCI ACWI ex-US Small Cap Growth Index returned 6.95%.¹ Contributions to performance came from the industrials and information technology sectors, as well as France and Germany. Detractions from performance came from financials and real estate, as well as Argentina and Spain.

On a sector basis, industrials and consumer discretionary are the strategy's largest overweights. The industrials overweight is a reflection of our view on European GDP Growth and operating leverage, in addition to finding service companies driving organic growth by addressing a specific niche.

Technology exposure was trimmed substantially during the quarter as valuations increased substantially across some industry groups.

Japan and Developed Asia remain as the largest regional underweights, which is more of a result of a preference for European equities than an active allocation away from that area.

Market Outlook

In France, Emmanuel Macron's party won a majority in parliament, presenting the president with opportunities to pass the labor and tax reforms necessary to spur growth. After the rally in European equities, prices are not as cheap as they were previously, on relative biases. However, we still see further upside as the earnings growth story continues. Lending growth has reached post crisis highs, and employment trends continue to improve. There also remains tremendous slack for trends to continue to improve. Structural reforms could further unlock Europe's growth potential and improve corporate margins.

**Composite 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.*

¹The performance data represents the strategy's composite of international small cap 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.

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 strategy 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 July 17, 2017 and are subject to change at any time due to changes in market or economic conditions. The material has not been updated since July 17, 2017 and may not reflect recent market activity.

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PERFORMANCE as of 6/30/17

	Annualized Total Return						
	QTR	YTD	1 Year	3 Year	5 Year	10 Year	Inception 7/1/01
DrieHaus International Small Cap Growth Composite (Gross)	13.22%	23.24%	19.51%	7.41%	14.14%	7.07%	17.71%
DrieHaus International Small Cap Growth Composite (Net)	12.93%	22.59%	18.24%	6.26%	12.87%	5.55%	16.59%
MSCI AC World ex USA Small Cap Growth Index ¹ (ND) (Benchmark)	6.95%	16.58%	17.17%	3.78%	9.77%	2.56%	8.02%
MSCI AC World ex USA Small Cap Growth Index ¹ (GD)	7.07%	16.79%	17.48%	4.04%	10.04%	2.81%	8.34%

SECTOR PERFORMANCE ATTRIBUTION 2nd Quarter — 3/31/17 to 6/30/17

GICS Sector	DrieHaus International Small Cap Growth Composite (Port) (%)			MSCI AC World ex USA Small Cap Growth 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	Allocation Effect	Selection + Interaction	Total Effect
Consumer Discretionary	23.18	9.21	2.41	17.76	6.28	1.13	-0.08	0.82	0.73
Consumer Staples	7.83	12.09	0.99	9.03	9.91	0.89	-0.03	0.29	0.18
Energy	2.91	-7.26	-0.25	2.66	-7.86	-0.22	-0.06	0.04	--
Financials	3.33	8.92	0.27	5.76	12.27	0.69	-0.07	-0.11	-0.21
Health Care	8.86	21.49	1.77	11.73	9.31	1.10	-0.05	0.97	0.93
Industrials	27.07	18.08	4.82	21.53	9.76	2.09	0.09	1.98	2.19
Information Technology	13.67	15.72	2.25	15.46	8.85	1.32	0.01	0.82	0.95
Materials	5.37	12.26	0.53	8.50	4.44	0.37	0.14	0.20	0.49
Real Estate	2.71	4.48	0.11	5.21	8.04	0.42	0.01	-0.07	-0.08
Telecomm. Services	1.14	21.17	0.23	1.20	10.72	0.13	--	0.09	0.12
Utilities	--	--	--	1.18	2.01	0.02	0.05	--	0.08
Cash	3.92	-0.45	--	--	--	--	-0.08	--	-0.18
Unassigned*	--	-0.43	-0.45	--	--	--	-0.44	--	-0.44
Total	100.00	12.68	12.68	100.00	7.94	7.94	-0.51	5.04	4.75

Data as of 6/30/17. Preliminary performance data. In US dollars. Sources: DrieHaus Capital Management LLC, Factset Research Systems, Inc., eVestment Alliance

*Unassigned refers to securities not recognized by Factset.

The performance data represents the strategy's composite of international small cap 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.**

¹The Morgan Stanley Capital International (MSCI) AC World ex USA Small Cap Growth Index is a market capitalization-weighted index designed to measure equity performance in global developed markets and emerging markets, excluding the U.S and is composed of stocks which are categorized as small capitalization stocks. Data is in US Dollars. The net dividend (ND) index is calculated with net dividend reinvestment. The gross dividend (GD) index is calculated with gross dividend reinvestment. The benchmark has changed from the MSCI AC World ex USA Small Cap Growth Index (GD) to the MSCI AC World ex USA Small Cap Growth Index (ND) because the net index is more commonly used industry wide and is a more representative comparison versus the strategy because it is presented net of foreign withholding taxes.

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.

ATTRIBUTION ANALYSIS CATEGORIES ARE DEFINED AS: **Allocation Effect** - Measures the impact of the decision to allocate assets differently than those in the benchmark.

Security Selection Effect - Measures the effect of choosing securities, which may or may not outperform those of the benchmark. **Interaction Effect** - Jointly measures the effect of allocation and selection decisions.

Currency Effect - The currency effect is the portion of the total effect the portfolio manager can potentially influence by using currency hedging. **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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COUNTRY PERFORMANCE ATTRIBUTION 2nd Quarter — 3/31/17 to 6/30/17

MSCI Country	Driehaus International Small Cap Growth Composite (Port) (%)			MSCI AC World ex USA Small Cap Growth Index ¹ (Bench) (%)			Total Effect ²
	Port Avg. Weight	Port Total Return	Port Contrib To Return	Bench Avg. Weight	Bench Total Return	Bench Contrib To Return	
Argentina	0.42	-19.89	-0.15	--	--	--	-0.17
Australia	1.41	11.02	0.16	4.45	1.40	0.05	0.38
Austria	3.85	14.89	0.56	0.56	14.26	0.08	0.23
Belgium	1.09	5.72	0.05	1.15	5.27	0.06	--
Bermuda	--	--	--	0.10	-4.65	--	0.01
Brazil	--	--	--	0.97	0.01	0.01	0.07
British Virgin Islands	--	--	--	0.01	11.58	--	--
Canada	10.05	8.38	0.85	6.69	0.44	0.01	0.58
Cayman Islands	--	--	--	0.03	-18.84	--	0.01
Chile	--	--	--	0.23	-3.50	-0.01	0.03
China	1.55	-3.54	-0.06	2.70	-1.75	-0.05	0.09
Colombia	--	--	--	0.03	-5.08	--	0.01
Czech Republic	--	--	--	0.01	30.88	--	--
Denmark	1.91	13.92	0.29	1.35	17.66	0.22	0.01
Egypt	--	--	--	0.08	-1.60	--	0.01
Finland	2.91	17.86	0.51	0.65	1.85	0.01	0.32
France	5.22	34.71	1.62	3.32	17.34	0.55	0.91
Germany	9.49	20.26	1.82	5.08	13.83	0.65	0.79
Greece	--	--	--	0.16	33.35	0.05	-0.03
Hong Kong	1.37	12.08	0.21	3.31	-0.59	-0.02	0.38
Hungary	--	--	--	0.03	11.87	--	--
India	--	--	--	2.96	5.48	0.17	0.07
Indonesia	0.57	-3.01	-0.03	0.53	-6.17	-0.03	--
Ireland	0.10	-2.83	-0.02	1.08	8.86	0.10	-0.03
Isle Of Man	3.88	14.99	0.62	1.15	15.07	0.14	0.24
Israel	--	--	--	1.04	4.74	0.05	0.03
Italy	3.04	19.19	0.65	2.98	10.53	0.37	0.27
Japan	19.78	11.02	2.31	21.43	10.07	2.10	0.27
Jersey	0.52	-3.05	-0.02	--	--	--	-0.06
Kazakhstan	--	--	--	0.04	11.26	0.01	--
Luxembourg	1.25	18.16	0.22	0.55	11.72	0.06	0.11
Macau	--	--	--	0.02	1.73	--	--
Malaysia	--	--	--	0.75	10.55	0.08	-0.02
Malta	--	--	--	0.04	3.20	--	--
Mexico	0.58	11.25	0.07	0.65	7.72	0.05	0.03
Netherlands	1.06	15.38	0.24	1.58	12.88	0.20	0.07
New Zealand	--	--	--	0.79	17.03	0.13	-0.06
Norway	0.79	19.07	0.15	0.78	3.68	0.03	0.12
Pakistan	--	--	--	0.08	-10.53	-0.03	0.03
Panama	0.59	-23.18	0.02	--	--	--	-0.05
Peru	--	--	--	0.01	2.49	--	--
Philippines	0.38	4.98	0.02	0.24	-2.26	--	0.02
Poland	--	--	--	0.28	19.89	0.05	-0.03
Portugal	--	--	--	0.13	24.09	0.03	-0.02
Qatar	--	--	--	0.11	-15.63	-0.02	0.03
Russia	0.99	2.97	0.03	0.17	-0.44	--	-0.03
Singapore	--	--	--	1.22	5.17	0.06	0.04
South Africa	0.55	12.65	0.07	1.15	0.61	0.01	0.11
South Korea	1.95	-1.29	0.01	3.60	6.23	0.23	-0.09
Spain	--	--	--	2.30	12.55	0.29	-0.11
Sweden	2.46	22.83	0.50	4.52	10.61	0.47	0.19
Switzerland	4.66	13.97	0.84	2.97	14.09	0.41	0.24
Taiwan	0.83	-18.83	-0.13	3.68	4.02	0.14	-0.06
Thailand	--	--	--	0.78	1.10	0.01	0.06
Turkey	0.53	16.52	0.19	0.24	18.07	0.04	0.16
United Arab Emirates	--	--	--	0.19	-7.55	-0.01	0.03
United Kingdom	11.64	11.65	1.46	10.65	10.99	1.19	0.16
United States	0.64	6.05	0.06	0.39	6.60	0.03	0.01
Cash	3.92	-0.45	0.00	--	--	--	-0.19
Unassigned	--	-0.43	-0.45	--	--	--	-0.44
Total	100.00	12.68	12.68	100.00	7.94	7.94	4.75

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. ²A definition of this term can be found on page 5.

TOP 5 HOLDINGS¹ (as of 5/31/17)

Company	Sector	Country	% of Strategy
PUMA SE	Consumer Discretionary	Germany	2.0%
JD Sports Fashion Plc	Consumer Discretionary	United Kingdom	1.7%
Ams AG	Information Technology	Switzerland	1.7%
Air France-KLM SA	Industrials	France	1.7%
Vesuvius Plc	Industrials	United Kingdom	1.6%

SECTOR WEIGHTS

	Strategy	Benchmark	Active Weights
Consumer Discretionary	21.6%	18.1%	3.5
Consumer Staples	7.5%	8.9%	-1.4
Energy	4.4%	2.3%	2.1
Financials	3.6%	6.0%	-2.5
Health Care	9.7%	11.3%	-1.7
Industrials	26.8%	21.6%	5.2
Information Technology	10.2%	16.0%	-5.8
Materials	8.3%	8.3%	0.0
Real Estate	3.0%	5.3%	-2.2
Telecomm. Services	1.2%	1.1%	0.1
Utilities	0.0%	1.2%	-1.2
Cash	3.7%	0.0%	3.7

COUNTRY WEIGHTS

	Strategy	Benchmark		Strategy	Benchmark
Argentina	0.6%	0.0%	Jersey	0.5%	0.0%
Australia	2.4%	4.5%	Luxembourg	1.6%	0.6%
Austria	3.8%	0.6%	Mexico	0.7%	0.7%
Belgium	1.2%	1.1%	Netherlands	0.8%	1.6%
Canada	11.1%	6.7%	Norway	0.8%	0.7%
China	1.5%	2.6%	Philippines	0.5%	0.2%
Denmark	1.6%	1.5%	Russia	1.0%	0.1%
Finland	3.2%	0.6%	South Africa	0.6%	1.1%
France	5.6%	3.4%	South Korea	2.1%	3.5%
Germany	10.8%	5.5%	Sweden	2.7%	4.6%
Hong Kong	1.3%	3.1%	Switzerland	3.1%	3.1%
Indonesia	0.5%	0.5%	Turkey	1.4%	0.2%
Isle Of Man	3.6%	1.5%	United Kingdom	11.0%	10.6%
Italy	2.1%	2.3%	United States	0.5%	0.3%
Japan	19.6%	21.4%	Cash	3.7%	0.0%

PORTFOLIO CHARACTERISTICS²

	Strategy	Benchmark		Strategy	Benchmark	
Number of Holdings	110	2,430	5-year period	Annualized Alpha	5.24	n/a
Weighted Avg. Market Cap (M)	\$3,845	\$2,396		Sharpe Ratio	1.26	0.85
Median Market Cap (M)	\$2,877	\$909		Information Ratio	0.86	n/a
Est. 3-5 Year EPS Growth	17.9%	16.5%		Beta	0.88	1.00
Active Share (3-year avg.) ³	91.76	n/a		Standard Deviation	11.10	11.38
Market Cap Breakout				Tracking Error	5.05	0.00
< \$5 billion	72.8%	90.9%		R-squared	0.81	1.00
\$5 - \$15 billion	27.2%	9.1%				
> \$15 billion	0.0%	0.0%				

Sources: Driehaus Capital Management LLC, Factset Research Systems, Inc., eVestment Alliance
Data as of 6/30/17. Benchmark: MSCI AC World ex USA Small Cap Growth Index (ND)

¹Holdings subject to change.

²Portfolio characteristics represent the strategy's composite

³Data 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 INTERNATIONAL SMALL CAP GROWTH COMPOSITE

The International Small Cap Growth Composite (the Composite) presented includes all unleveraged "international small cap 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 July 2001.

An account is considered to be an international small cap growth account if it seeks to maximize capital appreciation through active investment primarily in equity securities of smaller capitalization, non-U.S. companies exhibiting strong growth characteristics. Under normal market conditions, the style invests at least 80% of total net assets in the equity securities of non-U.S. small capitalization 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 international small cap 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.

The Morgan Stanley Capital International (MSCI) AC World ex USA Small Cap Growth Index is a market capitalization-weighted index designed to measure equity performance in global developed markets and emerging markets, excluding the U.S and is composed of stocks which are categorized as small capitalization stocks. Data is in US Dollars. The net dividend (ND) index is calculated with net dividend reinvestment. The gross dividend (GD) index is calculated with gross dividend reinvestment. The benchmark has changed from the MSCI AC World ex USA Small Cap Growth Index (GD) to the MSCI AC World ex USA Small Cap Growth Index (ND) because the net index is more commonly used industry wide and is a more representative comparison versus the strategy because it is presented net of foreign withholding taxes.

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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.