

Total Firm Equity AUM/AUA:** \$11.2B
Total Firm AUM/AUA:** \$23.1B

Total Strategy AUM/AUA*: \$538.9M
Inception of the Strategy: 1/1/02

INVESTMENT PHILOSOPHY

We use in-depth proprietary research to uncover investments that have the potential to offer consistent returns over the long term and downside protection through market cycles. We believe combining a focus on high or improving return on invested capital (ROIC) with niche market companies that have defensible competitive advantages and target smaller overall markets allows companies to compound value over time by generating strong free cash flow, reinvesting that cash at high rates of return, which results in compounding free cash flow and can ultimately lead to an increase in equity value.

KEY FEATURES

- Utilizes a core investment approach consisting of companies with a market capitalization that does not typically exceed those in the Russell 2000® Index.
- Employs proprietary screens to limit the universe to companies with low embedded expectations.
- Leverages our investment process with the goal of identifying catalysts of change for improved returns while guarding for risk.

PORTFOLIO CHARACTERISTICS

	SBH Gross	Russell 2000®
Return on Investment	10.0%	3.9%
Earnings Growth (5 yrs) ¹	7.2%	6.2%
P/E Projected	26.2x	22.9x
Price/Cash Flow	15.8x	10.8x
Wtd. Avg. Market Cap	\$5,575M	\$3,238M
Turnover (3 yrs trailing)	51.6%	–
Total Number of Holdings	85	2,041

Source: FactSet

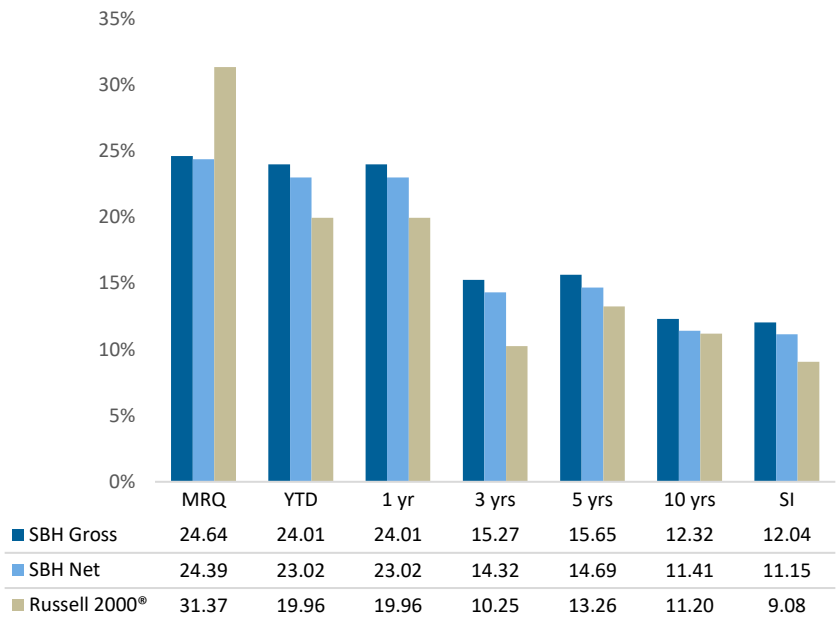
¹ Calculated from current year.

RISK/RETURN STATISTICS (3 YRS)

	SBH Gross	Russell 2000®
Beta	0.82	1.00
Std. Deviation	21.71	25.63
Tracking Error	6.90%	–
Upside Capture	93.57	100.00
Downside Capture	85.01	100.00
Sharpe Ratio	0.63	0.34

Source: eVestment

ANNUALIZED PERFORMANCE (%)



CALENDAR YEAR RETURNS (%)

	SBH Gross	SBH Net	Russell 2000®
2020	24.01	23.02	19.96
2019	28.63	27.60	25.53
2018	-3.99	-4.82	-11.01
2017	16.37	15.36	14.65
2016	16.10	15.11	21.30
2015	-5.74	-6.50	-4.42
2014	4.61	3.75	4.90
2013	40.26	39.14	38.81
2012	11.02	10.14	16.35
2011	0.62	-0.14	-4.19

Preliminary performance. Periods greater than one year are annualized. Historical performance cannot guarantee future results.

MRQ=Most Recent Quarter; SI=Since Inception.

Source: FactSet, Russell

*Assets under management/Assets under advisement (AUM/AUA) data as of 12/31/20. Model UMA assets of 55.9M are included in the AUA portion of the AUM/AUA total.

**Includes domestic and international equity. Model UMA assets of approximately \$209M are included in the total firm equity assets (AUM/AUA) as of 12/31/20.

Small Cap Core Equity

PORTFOLIO MANAGEMENT



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Principal, Senior Portfolio Manager

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B.S., Saint Louis University



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Principal, Director of Small Cap Strategies

B.S., University of Missouri-St. Louis

SECTOR EXPOSURE	% Portfolio	% Benchmark	Relative Weights
Communication Services	0.0	2.3	-2.3
Consumer Discretionary	11.8	13.1	-1.2
Consumer Staples	4.4	3.2	1.2
Energy	1.0	2.1	-1.1
Financials	7.6	15.4	-7.7
Health Care	15.5	21.1	-5.6
Industrials	21.7	15.3	6.4
Information Technology	24.6	14.1	10.5
Materials	5.6	4.3	1.3
Real Estate	2.4	6.2	-3.7
Utilities	0.0	3.0	-3.0
Cash & Cash Equivalents	5.2	—	5.2

Sector classifications presented are based on the GICS methodology. Totals may not sum to 100% due to rounding.

TOP TEN HOLDINGS	Ticker	% Portfolio
Hain Celestial Group, Inc.	HAIN	2.8
Pegasystems Inc.	PEGA	2.4
Horizon Therapeutics Public Limited Company	HZNP	2.0
RealPage, Inc.	RP	1.8
Amedisys, Inc.	AMED	1.7
Element Solutions Inc	ESI	1.7
Endava Plc Sponsored ADR Class A	DAVA	1.7
UFP Industries, Inc.	UFPI	1.6
NCR Corporation	NCR	1.6
Insulet Corporation	PODD	1.6
Total (% of portfolio)		18.9

Top ten holdings are reported based on the market value of individual positions in the portfolio. Holdings are subject to change, vary over time and should not be considered a recommendation to buy or sell. It should not be assumed that future holdings will be profitable or equal the performance of these holdings.

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During 2017-2019, SBH was involved in a system transition as well as the acquisition of Denver Investment Advisors. Towards the end of 2019, a comprehensive membership review began which corrected membership historically. This membership review was completed in May 2020. As a result of this membership review:

-The Small Cap composite's 2Q18 gross return was revised from 5.30% to 5.52%

-The Small Cap composite's 2Q18 net return was revised from 5.11% to 5.30%

-The Small Cap composite's 2018 gross annual return was revised from -4.41% to -3.99%

-The Small Cap composite's 2018 net annual return was revised from -5.21% to -4.82%