

# CURRAN MIDCAP EQUITY JUNE 2018

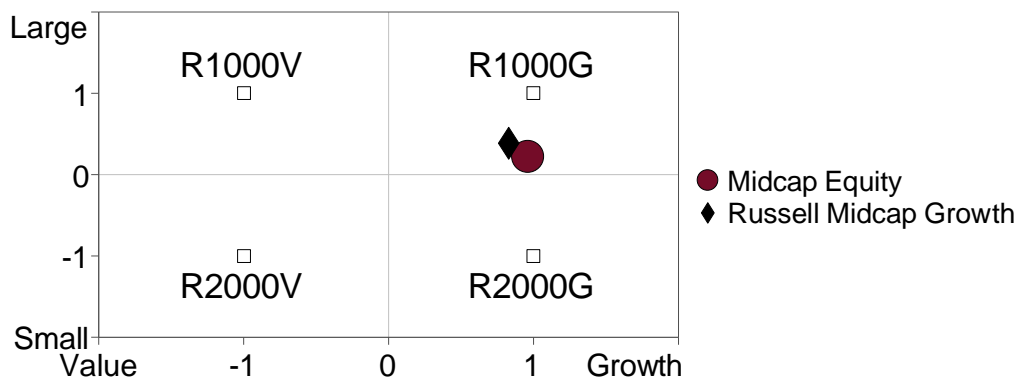


Product		Firm	
AUM, \$mil	\$21	Firm AUM, \$mil	\$366
Primary Universe	US Midcap Equity	Is Firm GIPS Compliant?	Yes
Preferred Benchmark	Russell Midcap Growth	Effective Date of Verification	12/31/17
Portfolio Management Strategy	Active	Website Address	www.curranllc.com
Product Inception Date	9/30/2003	Marketing Contact	Kevin Curran
Investment Focus	Long Only	E-mail Address	KCurran@curranllc.com
Primary Screening	Bottom-Up Approach	Title	Chief Investment Officer & Portfolio Manager
Default Vehicle Type	Separate/Segregated Account		

**Investment Objective & Strategy Focus**

Curran Investment Management's (CIM) Midcap Core Growth Equity is a concentrated equity strategy which seeks consistent capital appreciation from investments in the common stocks of mid-sized U.S. companies. The portfolio is designed to deliver downside protection in difficult markets while fully participating in market rallies. The portfolio holds positions in 35 to 40 diverse high quality midcap securities whose market capitalizations range from \$3 billion to \$20 billion. Risk in the portfolio is mitigated by narrowing down the starting universe to a focus list of midcap equities possessing superior balance sheet quality and growth characteristics relative to their midcap peers and through adherence to a strict sell discipline.

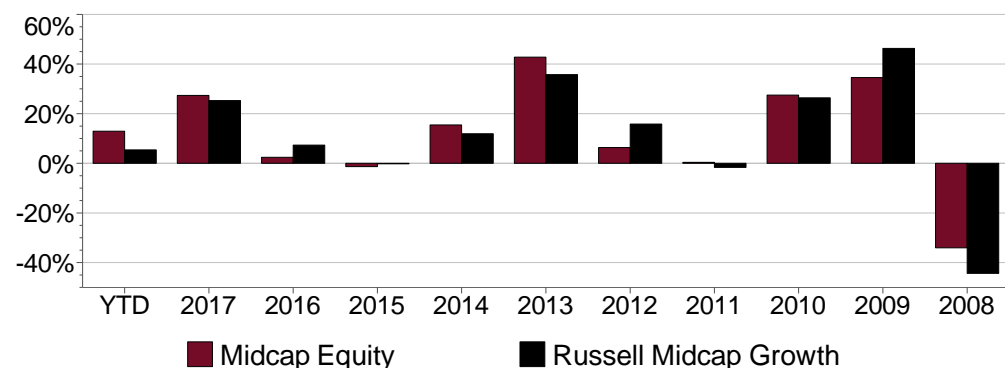
## Style vs Benchmark



## 5 Year Risk Statistics

Annualized Return	15.71
Cumulative Return	107.47
Annualized Excess Return	2.34
Annualized Standard Deviation	12
Beta	1.0
Alpha	2.0
Sharpe Ratio	1.2
Sortino Ratio	2.3
Information Ratio	0.5
Tracking Error	5.2
Upside Capture %	113
Downside Capture %	102

## Returns



## Performance

	Midcap Gross	Midcap Net	Russell Midcap Growth
MRQ	7.73	7.51	3.17
YTD	12.94	12.49	5.41
1 Year	29.97	28.93	18.54
3 Year	11.36	10.46	10.74
5 Year	15.72	14.83	13.38
10 Year	12.36	11.53	10.46
Since Inception (9/30/2003)	10.89	10.10	10.75

Performance is shown gross of fees. The included composite was examined by an independent verification firm through 12/31/17. Performance results include reinvestment of all income. Past performance is not indicative of future results. The information herein is considered to be obtained from reference sources deemed reliable. No one connected with CIM, LLC or CIMAS, LLC can ensure tax consequences of any transaction. These suggestions are intended for your use in arriving at a reasonable, fully explained investment decision and not as a compilation of the only possible investment vehicles and modes. A copy of the composite performance examination report is available upon request.

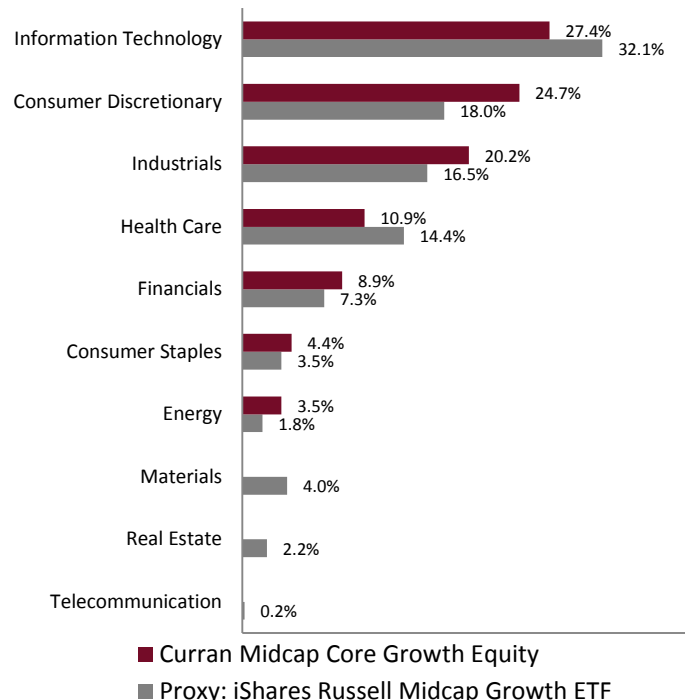
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## Investment Approach

- All stocks that meet the market capitalization range must have at least 5 years of data. Over the last 3 years, companies must have average EPS growth of at least 10% and a minimum ROE of 15% with a debt/total capital ratio not exceeding 35%. About 1,000 midcap names are initially screened.
- Curran maintains an equity universe that includes stocks possessing the criteria listed above, as well as those names meeting or having the potential to meet Curran's proprietary valuation formula. Of the 175 midcap stocks in this universe, about 60 meet the criteria and pass initial qualitative scrutiny. These companies then undergo rigorous research by the CIM investment team.
- A diversified 35-40 stock portfolio is constructed.
- Maximum sector weights are the greater of 30% or 1.5 times the benchmark weight.
- Minimum sector weights are 50% of the benchmark weight in the larger sectors. Small, low-growth sectors are sometimes not represented.
- Holdings are sold if: a) the company is suddenly facing at least 1-2 years of earnings shortfalls from prior expectations; b) the balance sheet worsens sharply; c) fundamental change occurs in the firm's business or strategy; or d) the stock becomes excessively valued.
- The portfolio is fully invested at all times with cash never exceeding 5%. Portfolio turnover averages about 40% to 60% annually.

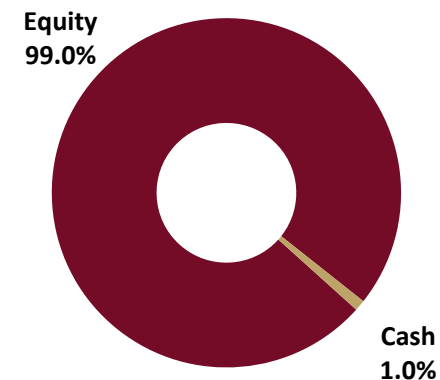
## Equity Sector Weights



## Portfolio Characteristics

	Portfolio	Benchmark
Earnings Growth (Past 5 Yrs)	20.6	14.4
Earnings Growth (Next 3-5 Yrs)	18.2	16.4
Div Yld	0.3	0.8
Current P/B	6.4	6.0
Current P/E (12 mo Trailing)	29.0	27.4
P/E (12 mo Forward)	23.8	21.0
Wgtd. Avg. Mkt. Cap	11,458	15,449
Median Mkt. Cap	9,285	8,831

## Asset Allocation



## Top 10 Equity Holdings

Security	Sector	% of Equity	Mkt Cap (MM)
Five Below, Inc.	Consumer Discretionary	3.64	5,435
Texas Pacific Land Trust	Energy	3.55	5,430
Lululemon Athletica Inc.	Consumer Discretionary	3.08	16,941
Align Technology, Inc.	Health Care	2.96	27,420
EPAM Systems, Inc.	Information Technology	2.9	6,628
Edwards Lifesciences Corporation	Health Care	2.79	30,672
Old Dominion Freight Line, Inc.	Industrials	2.77	12,257
Copart, Inc.	Industrials	2.76	13,136
ICON Plc	Health Care	2.75	7,167
Grand Canyon Education, Inc.	Industrials	2.74	5,381

**Curran Investment Management (CIM)** was initially established as The Curran Group at the First Albany Corporation in 1998 by Thomas J. Curran, and became an independent, SEC registered investment advisor in August 2004. The Albany, NY-based firm is 100% family owned and currently manages five domestic equity strategies. CIM manages assets for institutional investors (e.g. corporate retirement plans, public entities, endowments, foundations) as well as taxable and tax-exempt high net worth individuals. CIM has been compliant with the Global Investment Performance Standards (GIPS®) since its inception, and has received independent verification of its compliance annually.

**Kevin T. Curran, CFA**, is the Lead Portfolio Manager for the Curran Midcap Core Growth Equity strategy. He joined CIM in 2002 as an investment associate, was promoted to Vice President in 2004, and to Chief Investment Officer in 2013. Prior to CIM, he was an associate with Deutsche Bank. He holds a B.A. from Lafayette College and an M.B.A. from the NYU Stern School of Business. He has earned the Chartered Financial Analyst (CFA) designation.