

Small Cap Focused Growth Strategy

December 31, 2019

At a Glance

Product Assets: \$1,173 Million

Minimum Investment : Separate Acct - \$3 Million
UCITS - Varies by Share Class

Status: Open

Inception Date: August 1, 2007

Benchmark: Russell 2000 Growth

Capitalization: Typically, \$200 Mil - \$3 Bil at purchase

Portfolio Manager: Andrew L. Beja, CFA

Typical Number of Holdings: ± 40

Distinguishing Factors

Invest in “*Desert Island*” Companies--i.e., companies poised to sustain substantial growth for the next 5-7 years.

Typically, Desert Island Companies

- Offer their customers a strong value proposition,
- Have strong management teams and corporate cultures,
- Boast solid balance sheets,
- Enjoy high incremental margins.

Valuation Discipline – Utilize a proprietary tool that guides us to own the stocks of our Desert Island Companies when risk/reward, and probability-weighted expected return, is attractive.

Portfolio Construction and Management - Seek optimum balance of high conviction and diversification – the top 15 holdings typically represent 60%-80% of the portfolio

Investment Philosophy

Granahan Investment Management (GIM) believes that small dynamic companies provide excellent potential for superior long-term performance. GIM's *Focused Growth* strategy is grounded in the belief that superior long term returns are best achieved through a select portfolio of smaller companies poised to grow at 15% or more.

Within this philosophy we seek to own companies with large open ended opportunities, a favorable competitive landscape, products or services providing a significant value proposition to the customer, and that have clean balance sheets.

This company analysis is combined with a rigorous valuation discipline centered on a stock's expected return and risk/reward. The net result is a portfolio of 40-50 attractively priced stocks of some of the most exciting and innovative companies in the economy, and a portfolio that has generated consistent, strong risk-adjusted returns over time.

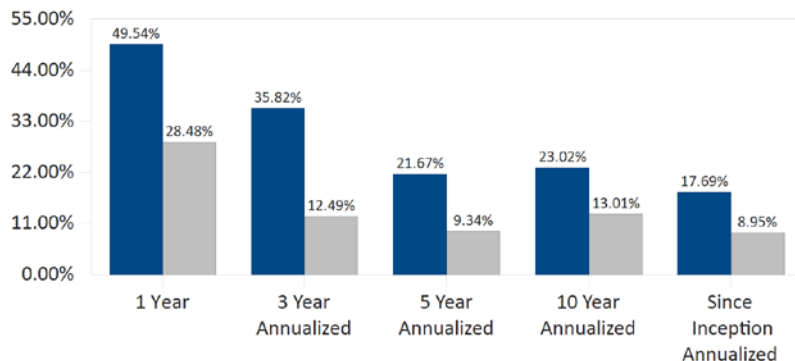
Firm History

Founded in 1985, Granahan Investment Management, Inc. is a 100% employee-owned firm specializing in smaller cap equity investments for large institutions and wealthy individuals. The firm utilizes fundamental, bottom-up research to uncover and invest in fast growing companies under \$6 billion in market cap. The firm manages over \$2.2 billion in client assets and the founding principals have continuously strengthened the investment team which now totals seven professionals.

Annualized Performance: Net of Fees

As of December 31, 2019

GIM Small Cap Focused Growth Russell 2000 Growth



Performance is net of fees; Inception Date: 07/31/2007

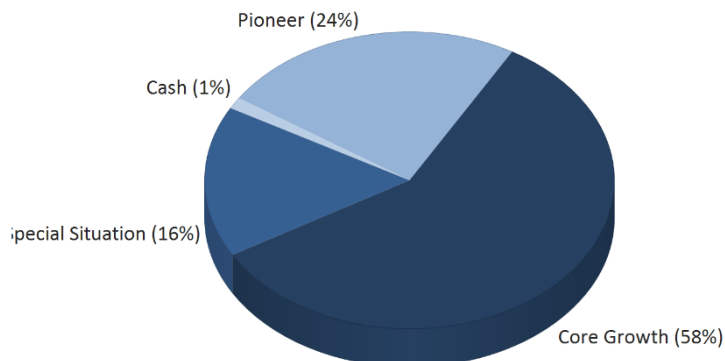
Selected Portfolio Statistics

December 31, 2009 through December 31, 2019
Quarterly Returns - Gross of Fees

Annualized Alpha	9.51%
Upside Capture	146.56%
Downside Capture	91.81%
Tracking Error	11.22
Information Ratio	0.97
Beta	1.09

Source: Informais

Life Cycle Diversification: Adds stability



Date	Small Cap Focused Growth Composite									
As of 12/31/19	Composite Gross Return	Russell 2000 Growth Return	Composite Assets \$ Mil	Composite # Accts	Composite 3-Yr. Std. Dev.	Russell 2000 Growth 3-Yr. Std. Dev.	Composite Dispersion	Composite Net Return	Non-Fee Assets	Firm Assets \$ Mil
2019	50.83%	28.48%	\$1,080.7	23	20.44	16.37	2.58	49.54%	0.2%	\$2,211.3
2018	25.60%	-9.31%	\$622.6	14	20.47	16.46	1.45	24.53%	0.2%	\$1,481.6
2017	35.40%	22.17%	\$526.5	11	17.34	14.59	1.19	34.55%	0.2%	\$1,350.8
2016	18.07%	11.32%	\$331.7	6	19.72	16.67	NA	17.38%	0.3%	\$2,996.5
2015	-8.83%	-1.38%	\$336.9	6	17.33	14.95	NA	-9.34%	0.2%	\$3,041.7
2014	2.17%	5.60%	\$211.8	6	15.87	13.82	NA	1.61%	0.4%	\$3,516.6
2013	65.19%	43.30%	\$93.0	<5	16.73	17.27	NA	64.49%	1%	\$4,056.7
2012	24.55%	14.59%	\$26.5	<5	21.23	20.72	NA	23.36%	2%	\$3,049.4
2011	13.19%	-2.91%	\$0.4	<5	23.12	24.31	NA	12.07%	100%	\$2,741.5
2010	30.06%	29.08%	\$5.4	8	29.56	27.70	0.15	28.81%	7%	
2009	53.80%	34.47%	\$4.2	8	NA	24.85	0.06	52.33%	10%	
2008	-46.34%	-38.54%	\$1.9	6	NA	21.26	NA	-46.91%	10%	
2007*	18.24%	3.27%	\$.4	<5	NA	14.23	NA	17.76%	100%	

NA – Dispersion information is not statistically meaningful due to an insufficient number of portfolios in the composite for the entire year; Standard deviation information has fewer than three years' data. *Partial year performance: August 1, 2007 through December 31, 2007

Composite Footnotes

Granahan Investment Management claims compliance with the Global Investment Performance Standards (GIPS®) and has prepared and presented this report in compliance with the GIPS standards. Granahan Investment Management has been independently verified for the periods January 1, 1993 through December 31, 2017. Verification assesses whether (1) the firm has complied with all the composite construction requirements of the GIPS standards on a firm-wide basis and (2) the firm's policies and procedures are designed to calculate and present performance in compliance with the GIPS standards. The Small Cap Focused Growth Composite has been examined for the periods beginning January 1, 2012 up to and including December 31, 2017. The verification and performance examination reports are available upon request. GIM is an independent, SEC-registered investment firm that oversees small and mid-cap equity portfolios for large institutions and wealthy individuals. The Small Cap Focused Growth product utilizes fundamental, bottom-up research and analysis to invest in companies in the small cap sector of the market that exhibit sustainable high earnings growth, with a focus on the technology services, internet, consumer, and business services sectors. The benchmark for the Small Cap Focused Growth product is the Russell 2000 Growth. The composite, created in December 2011, is calculated by asset-weighting the performance of each account on a monthly basis. The composite includes returns from the portfolio manager's prior firm, from inception of August 1, 2007 through December 31, 2011. Accounts are included beginning with the first full month under management and terminated accounts are included in the composite. Performance calculations, expressed in U.S. dollars, produce a total return including cash and the reinvestment of dividends and interest. Effective July 1 2016, the composite is subject to a significant cash flow removal policy for accounts with external flows greater than or equal to 75% of market value. Policies for valuing portfolios, calculating performance, and preparing compliant presentations are available upon request. The dispersion is a standard deviation using equal-weighted total returns for accounts in the composite the entire year. The three-year annualized standard deviation measures the variability of the composite and the benchmark returns over the preceding 36-month period. Leverage is not utilized. Policies for valuing portfolios, calculating performance, and preparing compliant presentations are available upon request. Returns are gross of investment management fees, which when included, reduce investment returns. Beginning 10/31/2012, net returns are total returns reduced by actual investment management fees. Prior to 10/31/12 and for accounts which pay no management fee, the standard management fee applicable is applied to calculate the net return. The standard fee for accounts managed in the Small Cap Focused Growth style is payable quarterly in arrears and is calculated by applying the ANNUAL rate of 1.00% times the average value of the assets in the account on the last day of each month in the quarter. Fees are collected quarterly, which produces a compounding effect on the total rate of return net of management fees. Market value is based on trade date and security pricing is supplied by Telemet. A complete list and description of all of the firm's composites is available upon request. Past performance is no guarantee of future results.

Top Ten Holdings

Security	Percent of Portfolio
COSTAR CORP	7.6%
LIVEPERSON	7.3%
CHEGG INC	6.8%
PAYLOCITY HOLDINGS CORP	6.2%
EHEALTH INC	6.1%
PAYCOM SOFTWARE	5.0%
SPS COMMERCE	4.7%
VIRTUSA CORP	4.6%
ONESPAWORLD HOLDINGS LTD	3.7%
OSI SYSTEMS	3.6%

Characteristic	Portfolio	Russell 2000 Growth
Weighted Avg. Market Cap	\$5,299.9 mil	\$2,740.3 mil
Active Share	95.52%	-
Est 3-5 Yr EPS Growth	25.6%	17.0%
Forward P/E Ratio	40.1x	22.3x
LT Debt/Capital	18.2%	33.4%
Dividend Yield	0.06%	0.68%

Source: FactSet

Holdings and Characteristics are Supplemental Information. Please reference fully compliant GIPS Presentation above.

