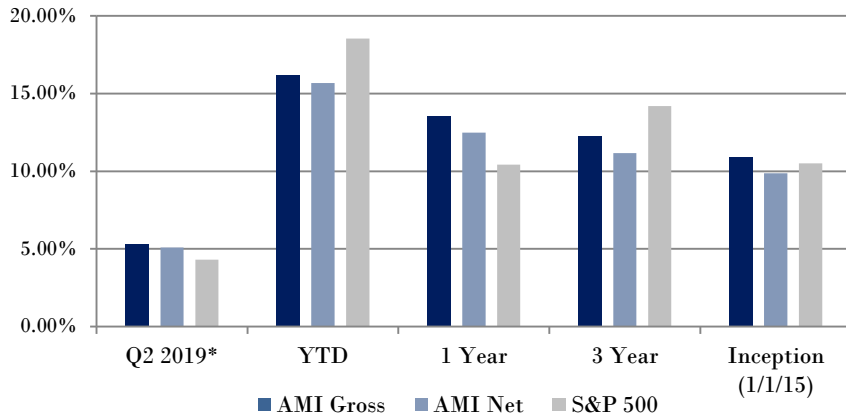


AMI Large Cap Equity Income Factsheet

Growth Through Stability

Q2 • 2019

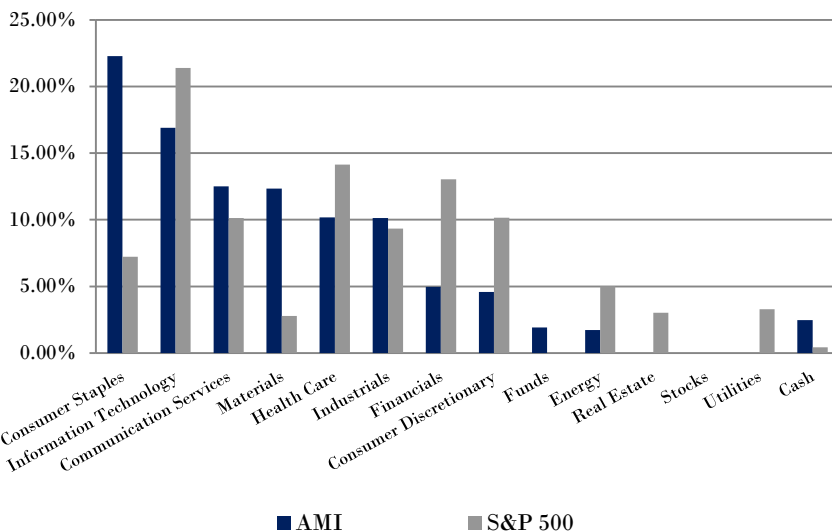
Annualized Returns



	Q2 2019*	YTD	1 Year	3 Year	Inception (1/1/15)
AMI Gross	5.34%	16.22%	13.58%	12.25%	10.94%
AMI Net	5.09%	15.68%	12.48%	11.17%	9.87%
S&P 500	4.30%	18.54%	10.42%	14.19%	10.51%

*Not annualized. As of 6/30/19. Net returns are based on the highest annual fee paid by AMI clients of 1.00%. The above information is based on the Domestic Large Cap Equity Income Composite and clients accounts may vary and includes the reinvestment of dividends and other earnings. As of 1/1/18, the benchmark was switched from the Russell 1000 Dividend Growth to the S&P 500. Past performance is not an indication of future returns. Please refer to important disclosures on last page. Source – AMI.

Sector Allocations (%)



**Please see the following page for important disclosures.

Firm Summary:

- Founded in 1994
- Located in Los Angeles, CA
- Employee Owned
- Total Firm-Wide Assets: \$1.8 billion
- Total Strategy Assets: \$10 million

Investment Philosophy and Process:

- Invest in companies with recurring revenue business models, defined as having products and services with < 2 year life span
- Utilize a fundamental, bottom-up approach to identify high quality growing companies with good growth prospects, strong cash flow and good balance sheets
- Purchase securities at attractive valuations as determined by AMI's proprietary models
- Concentrated portfolio of 30-35 names with turnover of approximately 25%
- Target in-line participation in up markets, with significant downside protection

Portfolio Characteristics

	AMI LC Equity Income	S&P 500
Price/Earnings	21.3x	17.0x
Price to Book Value	4.5x	3.3x
EPS LTG Estimate	6.8%	NA
Dividend Yield	2.0%	2.0%
Median Mkt. Cap. (\$B)	\$54.3	\$22.1
Dollar Wt. Avg. Mkt. Cap. (\$B)	\$181.3	NA
Positions	34	505

**Please see the following page for important disclosures.



Top Ten Holdings

Company	Sector	Weight
PepsiCo. (PEP)	Consumer Staples	5.48%
Verizon (VZ)	Communication Services	5.08%
AT&T Corp. (T)	Communication Services	4.80%
Avery Dennison (AVY)	Materials	4.45%
Microsoft Corp. (MSFT)	Information Technology	4.23%
Apple (AAPL)	Information Technology	4.02%
Church & Dwight (CHD)	Consumer Staples	3.80%
Becton Dickinson (BDX)	Healthcare	3.74%
Waste Management (WM)	Industrials	3.51%
Costco (COST)	Consumer Staples	3.24%

***Please see below for important disclosures.

Risk/Return Statistics

Statistic	Since Inception (1/1/15)
Standard Deviation	12.41
Beta	0.86
Sharpe Ratio	0.77
Tracking Error	4.54

As of 3/31/19. Source – PSN Informa Enterprise. The above information is based on a representative account and client's accounts may vary. The portfolio characteristics information is being presented as supplemental information to the AMI Domestic Large Cap Equity Income Composite. Based on quarterly performance.

AMI Asset Management Domestic Large Cap Equity Income Composite January 1, 2015 through December 31, 2018

Year	Total Firm Assets (\$)	Total Composite Assets (\$)	Composite Composed of Carve-Outs (%)	Composite Accounts at Year-End	Composite Non-Fee-Paying Accounts (%)	Total Return % (Gross)	Total Return % (Net)	S&P 500® Total Return (%)	Internal Dispersion (%)	Composite 3-Yr St Dev (%)	Benchmark 3-Yr St Dev (%)
2015	1,756,380,341	6,706,644	0	4	0	7.34	6.28	1.38	n/a†	n/a††	n/a††
2016	1,683,058,163	1,061,128	0	1	0	6.84	5.79	11.96	n/a†	n/a††	n/a††
2017	1,800,836,245	8,275,132	0	4	0	21.03	19.88	21.83	n/a†	9.24	9.91
2018	1,580,254,746	5,053,866	0	3	0	-1.08	-2.07	-4.38	n/a†	10.30	10.79

†The composite contains five or fewer households and therefore no internal dispersion is calculated

†† Not applicable due to less than 36 months of data

- AMI Asset Management Corporation ("AMI") claims compliance with the Global Investment Performance Standards (GIPS®) and has prepared and presented this report in compliance with the GIPS standards. AMI Asset Management has been independently verified for the periods January 1, 1998 through December 31, 2018. The verification reports are available upon request.
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. Verification does not ensure the accuracy of any specific composite presentation.
- AMI is an independent investment management firm registered with the Securities and Exchange Commission. AMI was established in 1994; however, we did not start investing on clients' behalf until 1998. AMI manages equity and fixed income accounts for our clients. We offer seven investment options: Domestic Large Cap Growth Strategy, Domestic Small Cap Growth Strategy, Domestic Large Cap Equity Income Strategy, Government/Corporate Fixed Income Strategy, Intermediate Quality Tax Exempt Strategy and a High Yield Capital Appreciation Strategy.
- The Domestic Large Cap Equity Income Composite includes all fully discretionary, fee-paying and non-fee-paying, taxable and nontaxable accounts with at least \$400,000 in large cap equity income securities on the last day of each previous quarter. AMI manages the Domestic Large Cap Equity Income Composite with the goal of achieving long term returns in excess of the S&P 500® Total Return Index. The composite was created on January 1, 2015. There have been no changes in AMI's organization that has led to modification of historical composite results. Policies for valuing portfolios, calculating performance and preparing compliant presentations are available upon request.
- Returns are presented gross and net of management fees and include the reinvestment of all income. Gross returns are presented before management fees but after all trading expenses. Net returns are calculated by deducting 1/4th of the highest applicable annual fee of 1.00% from the gross composite returns on a quarterly basis. The annual fee schedule is as follows: 1.00% on the first \$10 million and 0.75% on the balance. Actual fees charged to clients may vary. The minimum annual management fee is \$10,000 (based on a client's total assets under management), which may be waived by AMI. Further information regarding investment advisory fees is described in Part 2A of the firm's Form ADV.
- The benchmark we use is the S&P 500® Total Return Index which is designed to measure performance of the broad domestic economy through changes in the aggregate market value of 500 stocks representing all major industries. It includes a representative sample of 500 leading companies in leading industries of the U.S. economy. The S&P 500® Total Return focuses on the large cap segment of the market with over 80% coverage of U.S. equities. The benchmark was changed from the Russell 1000® Dividend Growth Total Return Index to the S&P 500 Total Return Index on January 1, 2018. The S&P 500® Total Return characteristics represent a more accurate comparison to our composite strategy, and therefore was applied retroactively.
- The actual cash and cash equivalents are used in the performance of the composite.
- Stock markets are volatile and can decline significantly in response to adverse issuer, political, regulatory, market or economic developments. Past performance is not indicative of future results. The performance information is supplied for reference. Results will vary among accounts.
- Valuations and returns are computed and stated in U.S. dollars. The internal dispersion of annual returns is measured by the standard deviation of equal-weighted household returns presented within the composite for the full year. The three-year annualized standard deviation measures the variability of the composite and the benchmark returns over the preceding 36-month period. Accounts managed by AMI Asset Management Corporation do not make use of leverage, derivatives or short positions.
- A significant cash flow is defined as a cash flow greater than 40% of the equity portfolio during the quarter.
- To receive a complete list of composite descriptions, contact Katharine Kim at (424) 320-4003, or write AMI Asset Management Corporation, 10866 Wilshire Boulevard Suite 770, Los Angeles, California 90024, or Katharine@amiassetmanagement.com.

**As of 6/30/19. Source – Bloomberg, AMI, Russell. The information is based on a representative account and clients accounts may vary. The portfolio characteristics information is being presented as supplemental information to the AMI Domestic Large Cap Equity Income Composite.

***As of 6/30/19. Holdings are subject to change. The reader should not assume that an investment in the securities identified was or will be profitable. A complete list of all buy and sell recommendations for this strategy within the last 12 months is available upon request. AMI Asset and/or one or more of its employee may have a position in these securities and may purchase and sell such securities from time to time. The holdings information is being presented as supplemental information to the AMI Domestic Large Cap Equity Income Composite.