

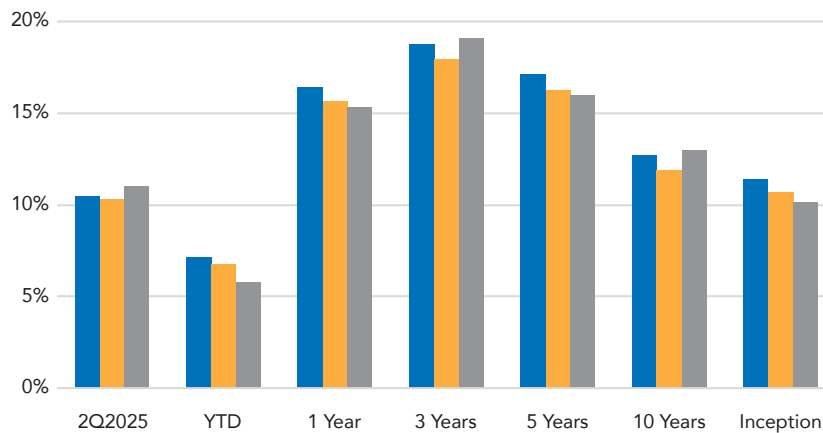


## FORT WASHINGTON FOCUSED EQUITY — 2Q2025

### HIGHLIGHTS

- ▶ U.S. finished higher in the second quarter despite tariff concerns, supported by strong economic data, AI optimism, and better-than-expected corporate earnings.
- ▶ While underperforming the index, the Focused Equity strategy returned 10.3% (net) during the quarter.

### Trailing Total Returns (as of June 30, 2025)



Focused Equity (Gross) (%)	10.48	7.16	16.43	18.77	17.10	12.70	11.44
Focused Equity (Net) (%)	10.29	6.79	15.62	17.94	16.28	11.92	10.66
Russell 3000 Index (%)	10.99	5.75	15.30	19.08	15.96	12.96	10.13

Inception date is 10/01/2007. Russell Investment Group is the source and owner of the trademarks, service marks, and copyrights related to the Russell Indexes. Past performance is not indicative of future results. This supplemental information complements the Focused Equity GIPS Report.

### MARKET COMMENTARY

U.S. equities finished higher in the second quarter. While tariff policy was at the forefront, resilient hard economic data, continued enthusiasm around artificial intelligence, and better than expected corporate earnings provided tailwinds for the equity market rebound during the quarter. The best performing benchmark sectors were Information Technology, Communication Services, and Industrials. The worst performing sectors for the index were Energy, Health Care, and Real Estate. The Focused Equity strategy underperformed the Russell 3000 Index during the quarter.

### PORTFOLIO ACTIVITY

Alibaba was removed and Union Pacific was added and removed from the portfolio during the quarter.

As the quarter came to a close, the strategy had an overweight in the Communication Services and Consumer Staples sectors and an underweight in the Industrials, Real Estate, Energy, Consumer Discretionary, and Materials sectors. The weight in the Financials, Health Care, and Information Technology sectors were roughly in line with that of the index. The strategy held no positions in the Utilities sector.

The sectors where strategy holdings outperformed the most relative to the benchmark were Consumer Staples, Financials, and Real Estate. Sectors that lagged the most relative to the benchmark included Materials, Health Care, and Information Technology. Stock selection detracted 98 basis points from performance for the period. Sector allocation detracted 47 basis points from performance for the quarter primarily due to an overweight in Communication Services.

The three holdings that contributed the most to performance were Oracle (Information Technology), Meta (Communication Services), and Microsoft (Information Technology).

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16 Years Experience

Oracle is seeing very strong demand for its Oracle Cloud Infrastructure (OCI) services from customers seeking AI training infrastructure. As a result, revenues and profits are growing faster than prior expectations, and management provided strong guidance for future growth. Meta's stock did well due to robust performance of the business. Revenue growth is being driven by increasing consumer engagement with Meta's services, driving greater monetization opportunities across Instagram and Facebook. We expect growth to remain strong as the company uses AI to improve user engagement as well as the performance of advertising campaigns on its platforms. Microsoft's shares outperformed as its Azure cloud computing business delivered growth that was above expectations. Management also noted that the company remains capacity constrained in meeting demand for its AI services, which bodes well for sustained growth. Given Microsoft's strong competitive positioning in both cloud infrastructure and AI services, we believe the company is poised to deliver strong results going forward.

The holdings that detracted the most from performance included UnitedHealth Group (Health Care), Nvidia (Information Technology), and Becton Dickinson (Health Care).

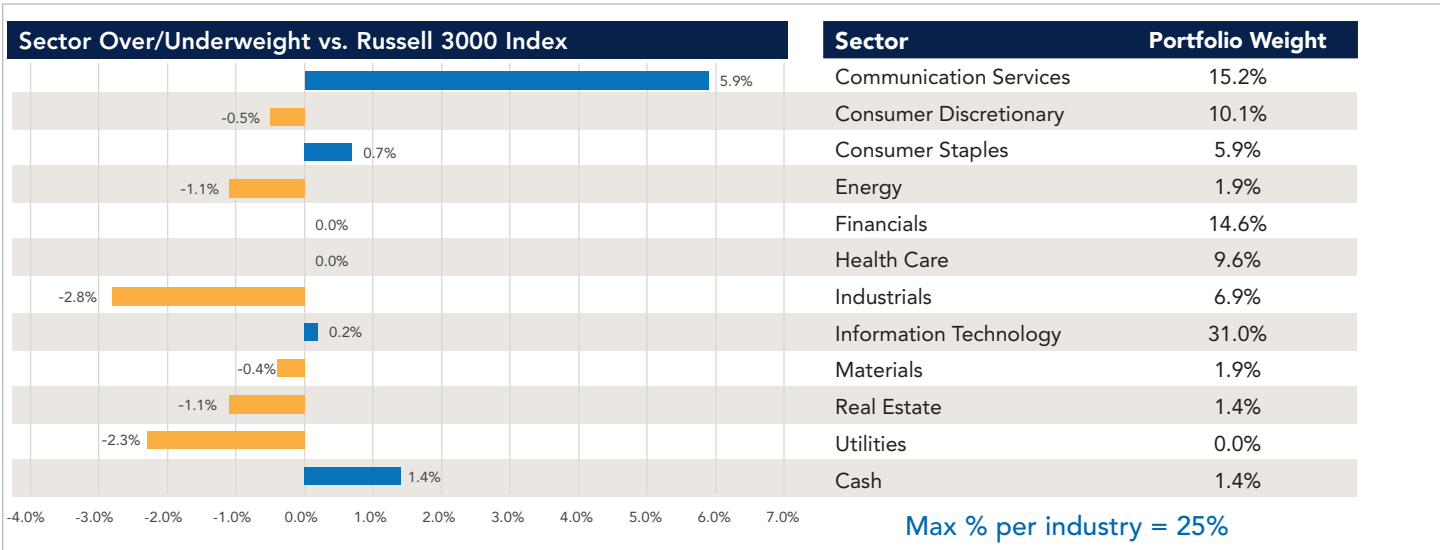
UnitedHealth Group lowered, and then subsequently suspended, its 2025 earnings guidance, blaming higher-than-expected medical cost trends, along with the addition of some under-coded members to its OptumHealth value-based care rolls. Given subsequent commentary from peers, we believe United also made some major underwriting mistakes this year. Further, in light of recent media criticism and government investigations, and with former CEO Steve Hemsley back in charge, we expect the company to re-base earnings to a level that requires a less-aggressive approach to risk adjustment coding in Medicare Advantage. In our view, the shares now reflect this, and we see the risk/reward as positive from current levels. Nvidia detracted from performance despite a strong return in the quarter as the portfolio weight is less than the benchmark weight. Nvidia continues to see healthy growth as customers race to build out AI infrastructure. Becton had a disappointing quarter from an organic sales growth perspective, with mostly market-driven issues impacting multiple businesses—namely, funding headwinds in Biosciences globally, tougher pricing in China—plus a slower sales ramp for Bactec blood culture testing, following a supply disruption. The company guided to a reacceleration in H2, but the market is skeptical, as management has struggled to forecast its businesses of late. Additionally, there was continued concern that the planned separation of the company's Life Sciences business was poorly timed, given current market issues. We understand the concerns about H2, and the frustration around guidance (and execution, to a degree), but still see Becton as a long-term mid-single-digit grower, and the shares as undervalued.

From a market cap perspective, the strategy ended the period with a 0.0% weight in smaller cap stocks (companies with a market cap below \$2 billion). The index weight for this segment is 1.7%. The strategy had an underweight in mid-cap businesses, which now comprise 3.3% of assets, compared to an index weight of 6.3%. Lastly, the strategy is overweight in larger cap businesses (companies with a market cap above \$10 billion). The weight in that segment is currently 95.3%, which is higher than the index weight of 92.0%. This allocation decision had a neutral impact to performance during the quarter. Cash holdings ended the quarter at 1.4%.

Investments made in international companies, which comprised 3.8% of assets at the end of the period, outperformed the benchmark.

Top Ten Holdings		
Name	Sector	% of Portfolio
Microsoft	Information Technology	10.0%
Meta Platforms	Communication Services	7.8%
Apple	Information Technology	5.7%
Alphabet	Communication Services	5.3%
Amazon.com	Consumer Discretionary	5.2%
Nvidia	Information Technology	3.9%
Oracle	Information Technology	3.3%
Philip Morris	Consumer Staples	2.9%
Goldman Sachs	Financials	2.7%
Visa	Financials	2.6%
Total		49.4%

Source: Fort Washington. Data as of 06/30/2025. This supplemental information complements the Focused Equity GIPS Report. For a complete listing of securities held, sold, or purchased over the last year please contact us. The securities identified do not represent all of the securities purchased, sold, or recommended; reader should not assume that investments in securities identified and discussed were or will be profitable. This is not a recommendation with respect to the purchase or sale of any of these securities. See Focused Equity GIPS Report for complete disclosure. The above data is rounded for informational purposes. Holdings subject to change at any time without notice.



Source: Fort Washington. Data as of 06/30/2025. Data above includes cash. This supplemental information complements the Focused Equity GIPS Report.

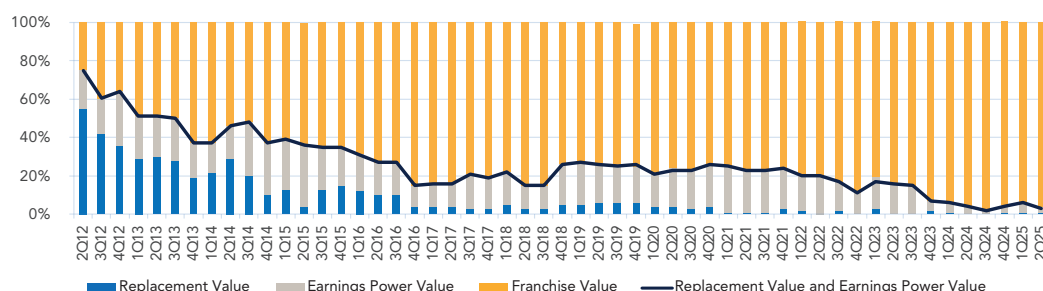
## Portfolio Characteristics

Replacement Value, Earnings Power Value, Franchise Value <sup>1</sup>	1%	3%	97%
Weighted average excess return on capital <sup>2</sup>	~1,613 bps above the cost of capital		
Barriers to entry (none, moderate, high) <sup>1</sup>	0%	44%	56%
Price to intrinsic value (weighted average)	\$0.88		
Small, mid, large cap % <sup>1</sup>	0%	5%	95%
International %	3.8%		
Number of holdings	46		
Cash position	1.4%		

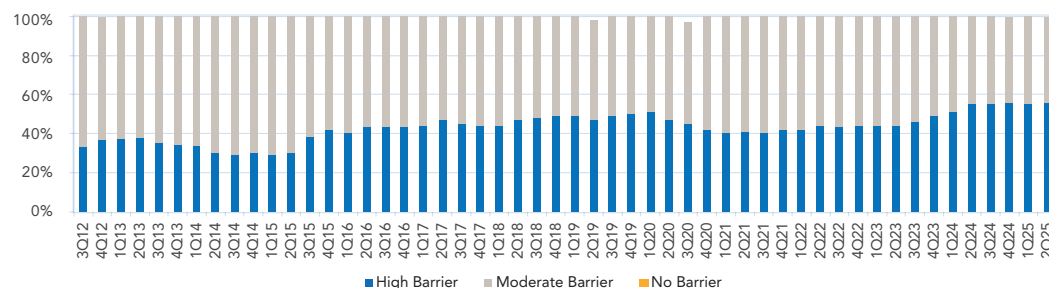
<sup>1</sup>Excludes cash. <sup>2</sup>Returns on capital vs. cost of capital (ex financials). Source: Fort Washington. This supplemental information complements the Focused Equity GIPS Report. Portfolio characteristics are as of the reported date and are subject to change at any time without notice. See Focused Equity GIPS Report for complete disclosure.

## Composite Portfolio Characteristics Over Time

### Layers of Value % of Portfolio



### Barriers to Entry % of Portfolio



Source: Fort Washington. This supplemental information complements the Focused Equity GIPS Report. Portfolio characteristics are subject to change at anytime without notice. See Focused Equity GIPS Report for complete disclosure.

## OUTLOOK

The U.S. equity market concluded a volatile first half near all-time highs. The second quarter began with the S&P 500 entering bear market territory following the considerable policy uncertainty introduced on Liberation Day. By the end of the end of the period, investors witnessed the fastest rebound in history following a pullback greater than or equal to 15%. The primary drivers for the market rebound included easing policy uncertainty, resilient hard economic data, continued enthusiasm around artificial intelligence, and strong corporate earnings. The Russell 3000 Index ended the second quarter with an 11.0% return.

In the first half of 2025, investors grappled with the new administration's frenetic pace of policy initiatives. Many wondered whether this agenda would stimulate some combination of lower growth and higher inflation. Despite concerns in the soft data, inflation readings and business fundamentals were generally healthy through the end of the second quarter. Going forward, we continue to assess the economic and fiscal impacts of tariffs and budget reconciliation. We remain attentive to potential impacts on employment, housing, manufacturing, and market breadth data among other items to continually re-underwrite our view. Consistent with our approach over the past few years, we have maintained a high-quality portfolio with a focus on higher return on capital businesses with pricing power. One hundred percent of the portfolio excluding cash remains invested in companies that have moderate to high barriers to entry in our view. We believe disciplined execution of our process will benefit the portfolio through periods of volatility and over the long term.

## FOCUSED EQUITY COMPOSITE GIPS REPORT

	2Q2025	2024	2023	2022	2021	2020	2019	2018	2017	2016	2015
Focused Equity (Gross)	10.48%	20.03%	26.29%	-17.53%	27.91%	25.76%	28.77%	-6.71%	15.20%	13.01%	4.21%
Focused Equity (Net)	10.29%	19.19%	25.41%	-17.85%	27.01%	24.89%	27.87%	-7.35%	14.40%	12.22%	3.49%
Russell 3000 Index	10.99%	23.81%	25.96%	-19.21%	25.66%	20.89%	31.01%	-5.24%	21.13%	12.74%	0.48%
Focused Equity 3-Year Annual Standard Deviation <sup>1</sup>	-	15.96%	16.54%	20.97%	18.73%	20.23%	13.29%	10.99%	10.07%	10.87%	11.40%
Russell 3000 Index 3-Year Annual Standard Deviation <sup>1</sup>	-	17.56%	17.46%	21.48%	17.94%	19.41%	12.21%	11.18%	10.09%	10.88%	10.58%
Dispersion <sup>2</sup>	0.40%	0.38%	0.72%	0.22%	0.21%	0.25%	0.31%	0.21%	0.36%	0.55%	0.42%
Number of Accounts	6	6	6	6	7	6	6	8	10	9	8
Composite Assets (\$ millions)	\$2,175.8	\$2,125.4	\$1,407.0	\$1,167.0	\$1,605.1	\$1,330.1	\$1,187.6	\$1,258.8	\$1,572.9	\$1,774.3	\$1,538.1
Total Firm Assets (\$ millions)	\$84,969	\$81,286	\$74,613	\$66,365	\$73,804	\$65,086	\$59,174	\$49,225	\$52,774	\$45,656	\$42,959

Composite inception and creation date: 10/01/2007. <sup>1</sup>The 3-Year annualized ex-post standard deviation is calculated using monthly gross-of-fee returns to measure the average deviations of returns from its mean. <sup>2</sup>Dispersion is not calculated for years in which the composite contains five portfolios or less. Dispersion is calculated as the equal weighted standard deviation of gross-of-fee returns for those portfolios held in the composite during the entire period. Past performance is not indicative of future results. The benchmark for this composite is the Russell 3000 Index. The Russell 3000 Index measures the performance of the 3,000 largest publicly traded companies in the U.S. The index accounts for both capital gains and dividend income. The Fort Washington Focused Equity strategy is an all-cap concentrated, value-oriented strategy that invests in businesses with strong barriers to entry that have the capability of generating excess returns on capital. The strategy looks to take advantage of irrational human behavior by buying securities that have been mispriced by the market. We will invest in companies that have limited absolute downside and large margin of safety on the upside. The objective of the Focused Equity strategy is to outperform the Russell 3000 Index over a full market cycle. All fee-paying, fully discretionary portfolios managed in the Focused Equity style, with a minimum of \$3 million under our management, are included in this composite. The strategy's fee schedule is 0.70% on the first \$50 million and 0.65% on additional amounts over \$50 million. Frank Russell Company (FRC) is the source and owner of the Russell Index data contained or reflected in this material and all trademarks and copyrights related thereto. The presentation may contain confidential information pertaining to FRC and unauthorized use, disclosure, copying, dissemination, or redistribution is strictly prohibited. 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## RISK DISCLOSURE

Fort Washington's Focused Equity strategy invests in equities, which are subject to market volatility and loss. The strategy invests in stocks of large-cap companies which may be unable to respond quickly to new competitive challenges. The strategy invests in preferred stocks, which are relegated below bonds for payment should the issuer be liquidated. If interest rates rise, the fixed dividend on preferred stocks may be less attractive, causing their price to decline. The strategy invests in emerging markets securities, which are more likely to experience turmoil or rapid changes in market or economic conditions than developed countries. The strategy is non-diversified, which means that it may invest a greater percentage of its assets in the securities of a limited number of issuers and may be subject to greater risks.

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