



FORT WASHINGTON SMALL COMPANY EQUITY — 2Q19

HIGHLIGHTS

- ▶ We believe three factors are driving continued market volatility—talks of a trade agreement with China, interest rate expectations, and the current stage of the U.S. economic and earnings cycle.
- ▶ At the sector level, Industrials, Utilities, Financials, and Technology outperformed the Russell 2000 Index, while Real Estate, Health Care, Materials, Consumer Discretionary, Consumer Staples, Communication Services, and Energy underperformed the index.
- ▶ The Small Company Equity strategy returned 0.64% (gross) during the quarter, while underperforming the index.

INVESTMENT PROFESSIONALS

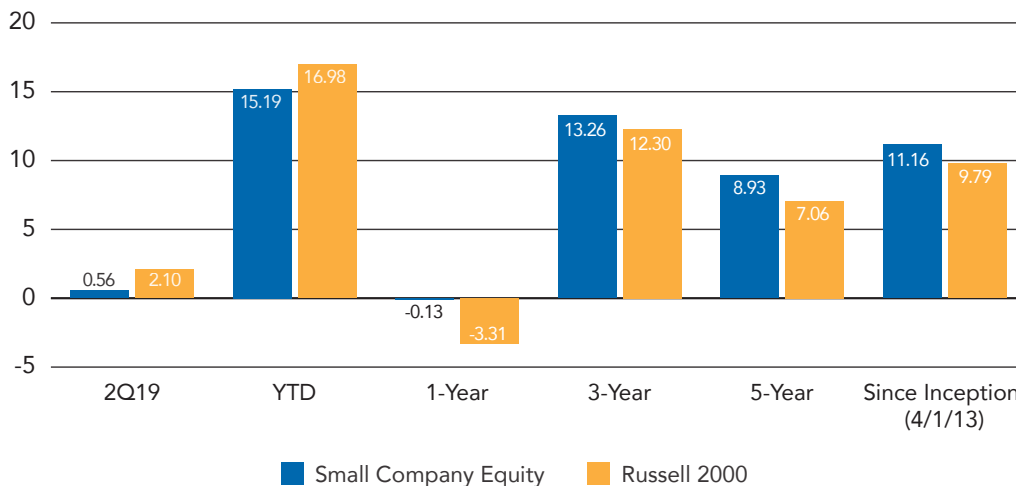
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19 Years Experience

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23 Years Experience

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Historical Performance

Annualized Net Return as of June 30, 2019



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MARKET OVERVIEW

Small cap markets started the quarter with a solid return of 3.4% in April, sold off 7.8% in May, and rallied 7.1% in June. We believe three factors continue to drive market volatility. First, the growing expectation during the first quarter of a trade agreement with China pivoted sharply negative in May after a breakdown in trade negotiations, and tariffs on List 3 products increased from 10% to 25% on May 10. Markets then rallied late in the quarter around the G-20 Summit and the restart of trade talks, with relief that tariffs on List 4 products (essentially all imports from China) were off the table for the time being. Second, interest rate expectations moved from on-hold to expectations for interest rate reductions in 2019. United States 10-year Treasury yields reacted by declining from 2.5% at the start of the quarter to 2.0% at quarter-end. The third factor is the stage of the United States economic and earnings cycle. The U.S. economy expanded over 3% for the third consecutive quarter compared to the prior year in the first quarter. Growth is solid, unemployment low, and inflation benign.

Source: Fort Washington Investment Advisors. Past performance is not indicative of future results. Quality and sector distribution as well as portfolio attribution and allocation is subject to change at any time.

STRATEGY ACTIVITY

At the end of the quarter, the strategy was overweight relative to the benchmark to Industrials, Health Care, Information Technology, Consumer Discretionary, and Communication Services. The strategy was underweight relative to the benchmark to Financials, Real Estate, Consumer Staples, Energy, Materials, and Utilities.

Sectors where strategy holdings outperformed relative to the benchmark were Industrials, Utilities, Financials, and Technology. Sectors that lagged relative to the benchmark included Real Estate, Health Care, Materials, Consumer Discretionary, Consumer Staples, Communication Services, and Energy. The strategy's top three performing sectors on an attribution basis relative to the benchmark were Communication Services, Energy, and Consumer Staples. Stock selection drove results in Communication Services compared to the benchmark, while a lack of exposure to the underperforming Energy and Consumer Staples sectors positively benefitted relative performance. The strategy's bottom three performing sectors were Information Technology, Consumer Discretionary, and Financials, due principally to negative stock selection.

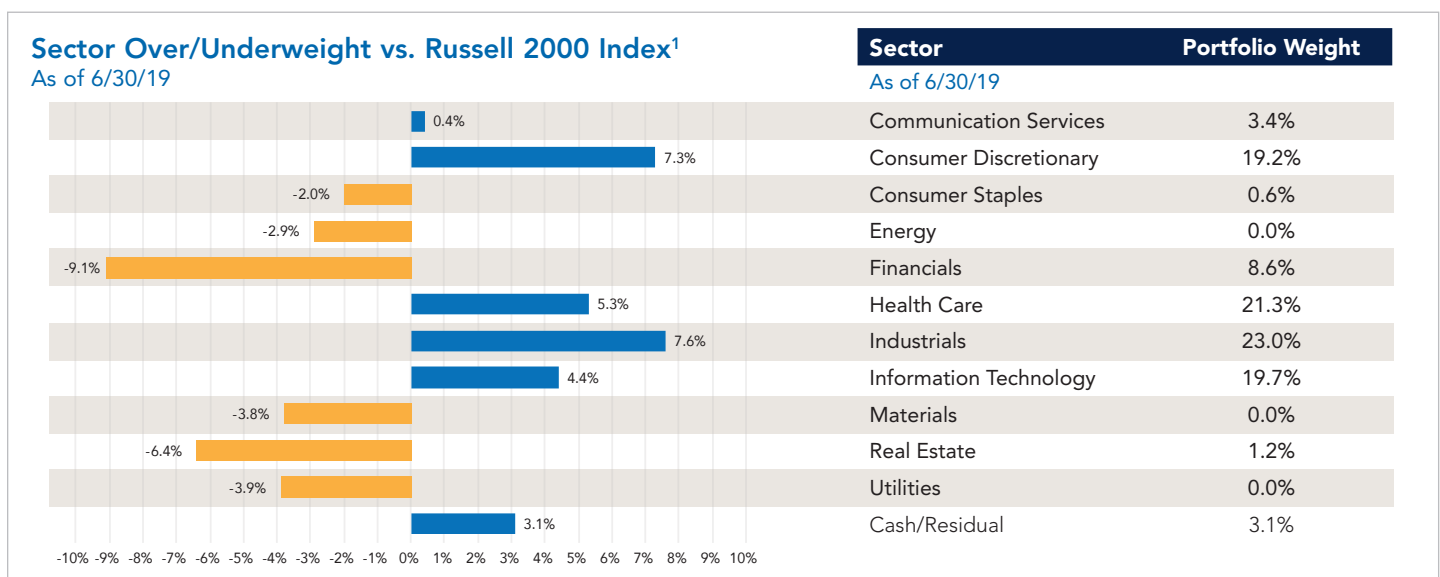
The strategy's largest sector exposure during the quarter was to Industrials at 23% compared to the benchmark weight of 15%. Part of the strategy's overweight to Industrials reflects no portfolio allocation to Energy and Materials, which combined account for 6% of the benchmark. Top performing Industrials holdings for the quarter were a diversified manufacturer of products for the industrial, energy, and transportation markets and a regional airline business. Industrials holdings that detracted from performance included a portable storage solutions provider in the United States and a leading electrical distributor.

The Fund's second largest sector exposure was Health Care at 21% compared to the benchmark sector weight of 16%. Top performing Health Care holdings for the quarter were a leading provider of health care IT solutions, and a company that operates two distinct businesses—one a national provider of hospice services and the other a national plumbing services company. Health Care holdings that detracted from performance included a company that provides medical products in the cardiovascular and neurology markets, and a medical device company.

TOP TEN HOLDINGS

Name	Sector	% of Portfolio
ITT, Inc.	Industrials	2.3%
Quanta Services, Inc.	Industrials	2.2%
EnerSys	Industrials	2.1%
Globus Medical Inc Class A	Health Care	2.1%
Western Alliance Bancorp	Financials	2.1%
Chemical Financial Corp	Financials	2.1%
Webster Financial Corporation	Financials	2.1%
SkyWest, Inc	Industrials	2.0%
J2 Global, Inc.	Information Technology	2.0%
Bloomin' Brands, Inc.	Consumer Discretionary	2.0%
		20.8%

Source: Fort Washington. The above data is rounded for informational purposes. Totals reflect actual value and may not match the sum based on rounded values. Holdings subject to change at any time without notice. The securities identified do not represent all of the securities purchased, sold, or recommended. It should not be assumed investments in securities identified were or will be profitable. This is not a recommendation with respect to the purchase or sale of any securities disclosed.



Source: Fort Washington, data above includes cash. Portfolio characteristics are estimates as of the reported date and are subject to change at any time without notice. Due to rounding, numbers may not total 100%. ¹Russell Investment Group is the source and owner of the trademarks, service marks, and copyrights related to the Russell Indexes

Portfolio Characteristics

	Small Company Equity	Russell 2000
Number of holdings	79	1,977
Price/Prospective Earnings	15.8	16.6
Earnings Growth	11.1	13.1
Alpha*	2.8	0.0
Beta*	0.9	1.0
Sharpe Ratio*	0.8	0.6
Active Share	96.1%	—

Source: Fort Washington. *Data is calculated Since Inception. Characteristics above are subject to change at any time without notice. Peer group data source is eVestment Alliance, LLC eASE Analytics US Small Cap Core Equity Universe. Past performance is not indicative of future results. This supplemental information complements the Small Company Equity Composite Presentation. Russell Investment Group is the source and owner of the trademarks, service marks, and copyrights related to the Russell Indexes.

OUTLOOK

The Small Company Equity team remains focused on executing its fundamental stock selection and portfolio management process. We believe that stocks experience a four stage investment cycle, and our research process is focused on the dynamics that apply to each stage of the investment cycle. We believe that excess returns and lower volatility are driven by the ability to successfully identify a stock's current stage and the potential for it to transition to a different stage of its investment cycle, thus capturing upside potential and minimizing downside risk.

COMPOSITE PERFORMANCE DISCLOSURES

	2Q19	YTD	2018	2017	2016	2015	2014	2013
Small Company Equity (Gross)	0.64%	15.37%	-7.44%	18.75%	20.71%	-0.41%	7.71%	20.52%
Small Company Equity (Net)	0.56%	15.19%	-7.73%	18.34%	20.29%	-0.76%	7.33%	20.21%
Russell 2000 Index	2.10%	16.98%	-11.01%	14.65%	21.31%	-4.41%	4.89%	23.52%
Small Company Equity 3-Year Annual Standard Deviation	-	-	15.79%	13.91%	15.76%	-	-	-
Russell 2000 Index 3-Year Annual Standard Deviation ¹	-	-	14.99%	13.90%	15.86%	-	-	-
Dispersion ²	-	-	-	-	-	-	-	-
Number of Accounts	≤5	≤5	≤5	≤5	≤5	≤5	≤5	≤5
Composite Assets (\$ millions)	\$1,161.2	\$1,161.2	\$1,114.9	\$1,295.3	\$1,147.8	\$907.5	\$1,073.1	\$1,374.4
Composite % of Firm Assets	2.04%	2.04%	2.26%	2.45%	n/a	n/a	n/a	n/a

*2013 returns are a partial period from 4/1/13-12/31/13. Small Company Equity Composite inception date is 4/1/13 and the creation date is 1/1/18. ¹The 3-Year annualized ex-post standard deviation is calculated using monthly returns to measure the average deviations of returns from its mean. 2013-2015 figures are not presented because 36 monthly returns are not available.

²Dispersion is not calculated for years in which the composite contains five portfolios or less. Dispersion is calculated as the equal weighted standard deviation of returns for those portfolios held in the composite during the entire period. All fee-paying, fully discretionary portfolios managed in the Small Company style, with a minimum of \$3 million under management, are included in this composite. The Small Company Equity strategy fee schedule is as follows: 0.80% on the first \$25 million, 0.75% on the next \$25 million, and 0.70% on the balance for separate accounts.

Past performance is not indicative of future results. Please see additional performance disclosures on the next slide. The Small Company Equity strategy seeks to invest primarily in common stocks of small-capitalization companies that Fort Washington believes are high quality, have superior business models, solid management teams, and are attractively valued. The strategy normally invests at least 80% of its assets in small-capitalization companies. For this purpose, small capitalization companies are companies that have market capitalizations within the range represented in the Russell 2000 Index (between approximately \$11 million and \$7.7 billion as of September 30, 2018). The market cap range of the Russell 2000 Index will change with market conditions. The strategy may invest without limitation in foreign securities, although only where the securities are trading in the U.S. or Canada and only where trading is denominated in U.S. or Canadian dollars. The benchmark for this composite is the Russell 2000 Index. The 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. This is a Fort Washington Investment Advisors, Inc. presentation of the data and FRC is not responsible for the formatting or configuration of this material or any inaccuracy in the presentation thereof. This benchmark is comprised of the smallest 2,000 companies in the Russell 3000 Index. Portfolios in this composite include cash, cash equivalents, investment securities, and dividends. Cash is maintained, within each separately managed account segment, in accordance with our asset allocation ratio. The U.S. dollar is the base currency. The specific securities identified and described do not represent all of the securities purchased, sold, or recommended. Returns are presented gross and net of management fees and include the reinvestment of all income. Gross returns will be reduced by investment advisory fees and other expenses that may be incurred in the management of the account. Net of fee performance was calculated using the actual management fees charged. Individual portfolio returns are calculated on a daily valuation basis. Past performance is not indicative of future results. Performance from 4/1/2013 through 10/31/2017 was attained by an investment team employed by Sentinel Asset Management and lead by the current Senior Portfolio Manager. As a result of the Sentinel Small Company Fund acquisition by Fort Washington's affiliate Touchstone Investments, Inc., the Senior Portfolio Manager and Small Company investment team are also responsible for the performance results shown from 11/1/2017 to current for Fort Washington. Fort Washington Investment Advisors, Inc. (Fort Washington), a wholly owned subsidiary of The Western and Southern Life Insurance Company, is a registered investment advisor and provides discretionary money management to a broad range of investors, including both institutional and individual investors. Assets under management include all portfolios managed by Fort Washington and exclude assets managed by and marketed as its Private Equity business unit. Fort Washington claims compliance with the Global Investment Performance Standards (GIPS®) and has prepared and presented this report in compliance with the GIPS Standards. Fort Washington has been independently verified for the periods 7/1/94 - 12/31/17. A copy of 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. Policies for valuing portfolios, calculating performance, and preparing compliant presentations are available upon request. To receive a complete list and description of composites, contact Fort Washington by phone at (888) 244-8167, in writing at 303 Broadway, Suite 1200, Cincinnati, Ohio 45202, or online at fortwashington.com.

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