

# Global Leaders Fund

Investor: **BIALX** Institutional: **BAFLX**

Third Quarter 2022

## GLOBAL EQUITY

### WHY INVEST IN BROWN ADVISORY GLOBAL LEADERS?

#### We focus on companies that are global leaders that we believe can deliver attractive growth.

We define Global Leaders as companies that have competitive advantages with strong management teams, pricing power, above-industry margins and high return on invested capital (ROIC) that is underpinned by long-term, structural growth. High relative ROIC is particularly helpful when analyzing global equities because those companies tend to see profitability persist.

**We believe that the best way to generate attractive risk-adjusted returns over time is through a concentrated, low-turnover portfolio.** We scour the global equity universe to identify the most attractive Global Leaders based on bottom-up, fundamental research. By limiting the portfolio to 40 stocks, we can be selective about valuations and choose the most compelling investment opportunities.

**Fund Managers Mick Dillon, Bertie Thomson and the Brown Advisory equity research team have the expertise to successfully manage a global equity portfolio.** Together they have years of experience managing concentrated global portfolios. Like the rest of the Brown Advisory investment team, they believe that long-term investing and concentrating portfolios on our best investment ideas is in the best interest of our shareholders.

Fund Managers: Mick Dillon, CFA & Bertie Thomson, CFA

Benchmark: MSCI ACWI Net Index

### TOP 10 PORTFOLIO HOLDINGS % (AS OF 09/30/2022)

Top 10 Positions	% of
Microsoft Corp	8.1
Visa Inc	5.6
Alphabet Inc	4.8
Unilever PLC	4.5
Deutsche Boerse AG	4.3
Charles Schwab Corp/The	3.8
Roche Holding AG	3.7
HDFC Bank Ltd	3.6
Mastercard Inc	3.5
Wolters Kluwer NV	3.4
<b>Total % of Net Assets</b>	<b>45.4%</b>

Source: U.S. Bank. Fund holdings exclude cash and equivalents (which was 2.4% as of 09/30/2022) and are subject to change at any time and should not be a recommendation or suggestion to engage in or refrain from a particular course of action or to make or hold a particular investment or pursue a particular investment strategy, including whether or not to buy, sell, or hold any of the securities mentioned.

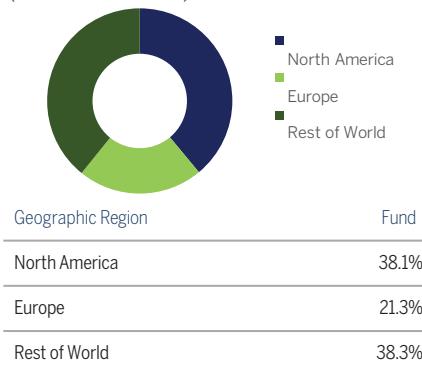
### OVERALL MORNINGSTAR RATING™



As of 09/30/2022 for Investor Shares among 308 World Stock funds (derived from a weighted average of the Fund's three-, five- and 10-year risk-adjusted return measure).

### GEOGRAPHIC COMPOSITION

(As of 09/30/2022)



Source: FactSet®. Geographic composition includes cash and cash equivalents which equaled 2.4%; calculated as a percentage of the Fund by country of revenue. Numbers may not total 100% due to rounding

### AVERAGE ANNUAL TOTAL RETURNS % (AS OF 09/30/2022)

	3 MO.	YTD	1 YR.	3 YR.	5 YR.	INCEPTION (07/01/2015)	INCEPTION (10/31/2018)
Brown Advisory Global Leaders Fund							
Investor Class - BIALX Inception: 07/01/2015	-6.99	-27.95	-22.85	3.15	7.25	7.81	--
Institutional Class - BAFLX Inception: 10/19/2012	-6.91	-27.84	-22.72	3.33	-		7.31
MSCI ACWI Net Index	-6.82	-25.63	-20.66	3.75	4.44	5.61	5.29
<b>Excess Return vs. Index (Investor)</b>	<b>-0.17</b>	<b>-2.33</b>	<b>-2.19</b>	<b>-0.59</b>	<b>2.81</b>	<b>2.19</b>	<b>--</b>
Morningstar % Rank in Category (Investor)			18	51	16		

**Gross Expense Ratio: 0.90% (Investor) 0.75% (Institutional) Net Expense Ratio: 0.90% (Investor) 0.75% (Institutional)**

Source: U.S. Bank. Performance data quoted represents past performance and is no guarantee of future results. Performance for periods greater than one year is annualized. Current performance may be lower or higher than the performance data quoted. Investment return and principal value will fluctuate so that an investor's shares, when redeemed, may be worth more or less than original cost. Performance for other share classes will vary. Shares redeemed or exchanged within 14 days of purchase will be charged a 1.00% fee. Performance data quoted does not reflect the redemption or exchange fee. If reflected, total returns would be reduced. For the most recent month end performance, please call 1-800-540-6807.

### CHARACTERISTICS (AS OF 09/30/2022)

	BIALX	INDEX
Morningstar Category (U.S.)	World Stock	--
Fund Assets (\$MM)	1,062.5	
Number of Holdings	33	2,900
Wtd. Avg. Market Capitalization <sup>1</sup> (\$B)	312.1	305.6
Wtd. Median Market Capitalization <sup>1</sup> (\$B)	99.8	72.8
Earnings Growth Rate, (3-5 Yr. estimate <sup>2</sup> (%))	15.7	12.3
Sales Growth Rate, (3-Yr. Hist. average <sup>3</sup> (%))	8.7	9.9
Return on Invested Capital <sup>4</sup> (%)	22.9	9.4
Price-to-Earnings Ratio <sup>5</sup> (P/E, FY1)	18.7	13.6

Source: Fund net assets provided by U.S. Bank and are as of the last day of the quarter and include all share classes. Characteristics exclude cash and equivalents and are derived from FactSet and are applicable to investor share class only. Performance figures and charts include the reinvestment of dividend and capital gain distributions. Returns would have been lower during the specified periods if the payment of certain fees by the Fund had not been waived or expenses reimbursed. Earnings growth 3-5 year estimate is not a measure of the Fund's future performance.

Morningstar Rankings represent a fund's total-return percentile rank relative to all funds that have the same Morningstar Category. The highest percentile rank is 1 and the lowest is 100. It is based on Morningstar total return, which includes both income and capital gains or losses and is not adjusted for sales charges or redemption fees. Past performance does not guarantee future results.

## PORTFOLIO DIVERSIFICATION (AS OF 09/30/2022)

Sector Composition %	Fund	INDEX	Weighting Difference
Communication Services	9.2	7.2	2.0
Consumer Discretionary	4.5	11.5	-7.0
Consumer Staples	6.8	7.8	-0.9
Energy	--	5.1	-5.1
Financials	22.9	14.8	8.1
Health Care	7.6	12.9	-5.3
Industrials	8.9	9.7	-0.8
Information Technology	34.6	20.4	14.2
Materials	2.3	4.8	-2.5
Real Estate	--	2.8	-2.8
Utilities	--	3.1	-3.1

Source: FactSet®. Sector breakdown (excluding cash and equivalents) is subject to change at any time. The information provided in this material is not intended to be and should not be considered to be a recommendation or suggestion to engage in or refrain from a particular course of action or to make or hold a particular investment or pursue a particular investment strategy, including whether or not to buy, sell, or hold any of the securities mentioned. It should not be assumed that investments in such securities have been or will be profitable. Sectors are based on the Global Industry Classification Standard (GICS®) classification system. Numbers may not total due to rounding.

## EXPERIENCED MANAGEMENT



### MICK DILLON, CFA

Mick Dillon is the portfolio manager of the Brown Advisory Global Leaders Fund. Investment experience dating from 1995; Joined Brown Advisory 2014; manager since fund inception



### BERTIE THOMSON, CFA

Bertie Thomson is the portfolio manager of the Brown Advisory Global Leaders Fund. Investment experience dating from 2002; Joined Brown Advisory 2015

**Before investing you should carefully consider the Fund's investment objectives, risks, charges, and expenses. This and other information is in the summary or statutory prospectus, a copy of which may be obtained by calling 1-800-540-6807 or visiting the Fund's website, www.brownadvisoryfunds.com. Please read the prospectus carefully before you invest.**

Securities of medium-sized companies may be more volatile and more difficult to liquidate during market down turns than securities of larger companies. Investments in foreign securities and ADRs entail certain risks not associated with investments in domestic securities, such as volatility of currency exchange rates, and in some cases, political and economic instability and relatively illiquid markets. These risks are greater in emerging markets. In addition, the fund is susceptible to risks from investments in ETFs, REITs, derivatives, private placements and its investments in other investment companies. Diversification does not assure a profit or protect against a loss in a declining market.

The **MSCI ACWI (All Country World Index)**, MSCI's flagship global equity index, is designed to represent performance of the full opportunity set of large- and mid-cap stocks across developed and emerging markets. As of May 2022, it covers more than 2,933 constituents across 11 sectors and approximately 85% of the free float-adjusted market capitalization in each market. All MSCI indexes and products are trademarks and service marks of MSCI or its subsidiaries.

© 2022 Morningstar, Inc All Rights Reserved. The information contained herein: (1) is proprietary to Morningstar and/or its content providers; (2) may not be copied or distributed; and (3) is not warranted to be accurate, complete or timely. Neither Morningstar nor its content providers are responsible for any damages or losses arising from any use of this information. **Past performance is no guarantee of future results.**

The Morningstar category represents a universe of open-end U.S. funds with similar objectives.

The Morningstar Rating™ for funds, or "star rating", is calculated for managed products (including mutual funds, variable annuity and variable life subaccounts, exchange-traded funds, closed-end funds, and separate accounts) with at least a three-year history. Exchange-traded funds and open-ended mutual funds are considered a single population for comparative purposes. It is calculated based on a Morningstar Risk-Adjusted Return measure that accounts for variation in a managed product's monthly excess performance, placing more emphasis on downward variations and rewarding consistent performance. The top 10% of products in each product category receive 5 stars, the next 22.5% receive 4 stars, the next 35% receive 3 stars, the next 22.5% receive 2 stars, and the bottom 10% receive 1 star. The Overall Morningstar Rating™ for a managed product is derived from a weighted average of the performance figures associated with its three-, five-, and 10-year (if applicable) Morningstar Rating™ metrics.

## MARKET CAPITALIZATION (AS OF 09/30/2022)

	BIALX	INDEX
Greater than \$100B	47.2	43.5
\$50B - \$100B	18.6	15.9
\$10B - \$50B	30.2	32.6
Less than \$10B	4.1	8.1

Source: FactSet.