Small-Cap Fundamental Value

Why Invest in Brown Advisory Small-Cap Fundamental Value?

The Strategy seeks to invest primarily in equity securities of small companies that we believe are mispriced relative to our assessment of their underlying value. Portfolio Manager David Schuster believes that, at times, a company's market price does not fully reflect its intrinsic value. We focus on identifying companies with sustainable free cash flow and management teams that demonstrate disciplined capital allocation.

Our manager and investment team bring experience that supports our unique research-intensive approach. Many members of the investment team, including David, have extensive investment banking backgrounds. They seek to identify classic value-oriented opportunities or special situations where we believe the market is overlooking or mispricing a company's true worth. These valuation gaps may provide a margin of safety and the potential for relative outperformance over the long term.

Portfolio Manager/s: J. David Schuster

Benchmark: Russell 2000® Value Index

Performance % (09/30/2026)

	3 MOS.	YTD.	1 YR.	3 YR.	5 YR.	10 YR.	ITD (12/31/2008)
Small-Cap Fundamental Value Composite (Gross of Fees)	-6.19	13.51	14.33	15.65	10.18	10.04	12.81
Small-Cap Fundamental Value Composite (Net of Fees)	-6.43	12.67	13.21	14.51	9.08	8.94	11.69
Russell 2000® Value Index	-4.91	16.96	20.77	17.93	7.80	9.40	10.79

TOP 10 EQUITY HOLDINGS	(%) of
Integer Holdings Corporation	3.3
Ingevity Corporation	3.1
Lantheus Holdings Inc	2.5
Signet Jewelers Limited	2.4
CTS Corporation	2.4
Cushman & Wakefield Ltd.	2.3
Talen Energy Corp	2.3
Encompass Health Corporation	2.2
Insight Enterprises, Inc.	2.2
WSFS Financial Corporation	2.2
Total	25.1

SECTOR BREAKDOWN	REP. ACCT.	Russell 2000® Value Index
Communication Services	4.2	2.5
Consumer Discretionary	11.2	9.0
Consumer Staples	1.1	2.2
Energy	4.9	7.9
Financials	28.0	28.4
Health Care	16.4	12.1
Industrials	9.3	12.1
Information Technology	8.1	7.3
Materials	7.9	4.0
Real Estate	6.6	9.2
Utilities	2.3	5.2
Unassigned	--	0.0003

Source: FactSet®. The portfolio information provided is based on a representative Brown Advisory Small-Cap Fundamental Value account as of 09/30/2026 and is provided as Supplemental Information. Strategy AUM calculations exclude Model Account assets. Sector breakdown and portfolio characteristics exclude cash and equivalents; Top 10 Equity Holdings 2.8% of Portfolio weight calculations exclude cash and equivalents. Sectors are based on the Global Industry Classification Standard (GICS®) classification system. 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. Returns greater than one year are annualized. Past performance is not indicative of future results. Numbers may not total due to rounding. The composite performance shown above reflects the Brown Advisory Small-Cap Fundamental Value Composite, managed by Brown Advisory Institutional. Portfolio characteristics are calculated gross of fees unless otherwise noted. Brown Advisory Institutional is a division of Brown Advisory LLC, and Brown Advisory Institutional is a GIPS compliant firm. Please see the end of this Fact Sheet for a GIPS Report and a complete list of terms and definitions.

STRATEGY PROFILE (09/30/2026)

Benchmark Index	Russell 2000® Value Index
Strategy Assets	$2.1 billion
Vehicles Available	Separately Managed Accounts (SMA) Mutual Fund

CHARACTERISTICS (09/30/2026)

	Small-Cap Fundamental Value Rep. Acct.	Russell 2000® Value Index
Wtd. Avg. Market Cap. ($B)	$3.9B	$3.3B
Wtd. Median Market Cap. ($B)	$3.0B	$ 2.8B
Earnings Growth (3-5 Yr. Est,) (%)	18.4%	14.1%
Price-to-Earnings Ratio (P/E, FY2 Est.) (x)	11.2x	11.1x
Portfolio Turnover (3-Yr. Trailing %)	45.9%	--

PORTFOLIO MANAGER PROFILE

J. David Schuster

David Schuster is the Portfolio Manager for the Small-Cap Fundamental Value strategy and Co-Portfolio Manager of the Sustainable Small-Cap Core strategy.

Prior to joining Brown Advisory in 2008, he was a managing director for the financial institutions mergers and acquisition advisory group of Citigroup and a managing director in the M&A practice of Lazard Freres. After graduating from college, David served as an officer in the United States Army. David earned his BSBA degree from Georgetown University in 1992.

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THIRD QUARTER 2026: STRATEGY FACTSHEET

About Brown Advisory

Brown Advisory is an independent investment management and strategic advisory firm that offers a wide range of solutions to institutions, corporations, nonprofits, families, and individuals. Our mission is to make a material and positive difference in the lives of our clients. We are committed to delivering client-first investment performance, strategic advice and the highest level of service.

We follow a philosophy that low-turnover, concentrated portfolios derived from sound bottom-up fundamental research provide an opportunity for attractive performance results over time. We have a culture and firm equity ownership structure that helps us attract and retain professionals who share those beliefs, and we follow a repeatable investment process that helps us stay true to our philosophy.

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Brown Advisory Small-Cap Fundamental Value Composite

Year	Composite Total Gross Returns (%)	Composite Total Net Returns (%)	Benchmark Returns (%)	Composite 3-Yr Annualized Standard Deviation (%)	Benchmark 3-Yr Annualized Standard Deviation (%)	Portfolios in Composite at End of Year	Composite Dispersion (%)	Composite Assets ($USD Millions)*	GIPS Firm Assets ($USD Millions)*
2025	6.9	5.8	12.6	17.9	19.9	49	0.3	1,610	83,812
2024	13.1	12.0	8.1	21.5	23.4	55	0.3	1,837	88,323
2023	17.2	16.0	14.6	20.0	21.8	49	0.3	1,735	78,241
2022	-7.9	-8.8	-14.5	26.3	27.3	41	0.2	1,646	58,575
2021	32.5	31.2	28.3	24.0	25.0	48	0.4	1,900	79,715
2020	-4.9	-5.9	4.6	24.3	26.1	43	0.9	1,491	59,683
2019	25.3	24.1	22.4	13.9	15.7	38	0.3	1,442	42,426
2018	-12.3	-13.2	-12.9	13.4	15.8	41	0.2	1,334	30,529
2017	13.3	12.2	7.8	12.2	14.0	48	0.3	1,808	33,155
2016	23.4	22.2	31.7	13.0	15.5	46	0.3	1,660	30,417

Brown Advisory Institutional claims compliance with the Global Investment Performance Standards (GIPS®) and has prepared and presented this report in compliance with the GIPS standards. Brown Advisory Institutional has been independently verified for the periods from January 1, 1993 through December 31, 2025. The Verification reports are available upon request. A firm that claims compliance with the GIPS standards must establish policies and procedures for complying with all the applicable requirements of the GIPS standards. Verification provides assurance on whether the firm's policies and procedures related to composite and pooled fund maintenance, as well as the calculation, presentation, and distribution of performance, have been designed in compliance with the GIPS standards and have been implemented on a firm-wide basis. Verification does not provide assurance on the accuracy of any specific performance report. GIPS® is a registered trademark of CFA Institute. CFA Institute does not endorse or promote this organization, nor does it warrant the accuracy or quality of the content contained herein.

1. *For the purpose of complying with the GIPS standards, the firm is defined as Brown Advisory Institutional, the Institutional and Balanced Institutional asset management divisions of Brown Advisory. As of July 1, 2016, the firm was redefined to exclude the Brown Advisory Private Client division, due to an evolution of the three distinct business lines.
2. The Small-Cap Fundamental Value Composite (the Composite) includes all discretionary portfolios invested in the Small Cap Fundamental Value Strategy. The strategy invests primarily in U.S. smaller market capitalization equities that generate high levels of free cash flow and are currently undervalued by the market. The minimum account market value required for inclusion in the Composite is $1.5 million.
3. The Composite was created in 2009. The Composite inception date is January 1, 2009.
4. The benchmark is the Russell 2000® Value Index. The Russell 2000® Value Index measures the performance of the small-cap value segment of the U.S. equity universe. It includes those Russell 2000® Index companies with lower price-to-book ratios and lower forecasted growth values. The Russell 2000® Value Index is constructed to provide a comprehensive and unbiased barometer for the small-cap value segment. The Index is completely reconstituted annually to ensure new and growing equities are included and that the represented companies continue to reflect value characteristics. The Russell 2000® Value Index and Russell® are trademarks/service marks of the London Stock Exchange Group companies. An investor cannot invest directly into an index. Benchmark returns are not covered by the report of the independent verifiers.
5. The composite dispersion presented is an equal-weighted standard deviation of portfolio gross returns calculated for the accounts in the Composite for the entire calendar year period.
6. Gross-of-fees performance returns are presented before management fees but after all trading commissions, and gross of foreign withholding taxes (if applicable). Net-of-fees performance returns are calculated by adjusting the gross-of-fees performance return by the highest fee for the institutional strategy as outlined in Part 2A of the firm's Form ADV, applied on a monthly basis. Certain accounts in the Composite may pay asset-based custody fees that include commissions. For these accounts, gross returns are also net of custody fees. Other expenses can reduce returns to investors. The standard management fee schedule is as follows: 1.00% on the first $25 million; 0.90% on the next $25 million; 0.80% on the next $50 million; and 0.70% on the balance over $100 million. Further information regarding investment advisory fees is described in Part 2A of the firm's Form ADV. Actual fees paid by accounts in the Composite may differ from the current fee schedule.
7. Effective July 1, 2023, the firm transitioned from using actual account fees in the calculation of net performance returns to applying the highest fee for the institutional strategy as outlined in Part 2A of the firm's Form ADV. The net performance track record was revised back to Composite inception.
8. The three-year annualized ex-post standard deviation measures the variability of the Composite (using gross returns) and the benchmark for the 36-month period ended on December 31.
9. Valuations and performance returns are computed and stated in U.S. Dollars. All returns reflect the reinvestment of income and other earnings.
10. A complete list of composite descriptions and broad distribution and limited distribution pooled funds is available upon request.
11. Policies for valuing investments, calculating performance, and preparing GIPS Reports are available upon request.
12. Past performance is not indicative of future results.
13. This piece is provided for informational purposes only and should not be construed as a research report, 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, including any mutual fund managed by Brown Advisory.

Terms and Definitions for Representative Account Calculations

FactSet® is a registered trademark of FactSet Research Systems, Inc. The Global Industry Classification Standard (GICS) was developed by and is the exclusive property of MSCI and Standard & Poor's. "Global Industry Classification Standard (GICS), "GICS" and "GICS Direct" are service marks of Standard & Poor's and MSCI . "GICS" is a trademark of MSCI and Standard & Poor's. All financial statistics and ratios are calculated using information from FactSet as of the report date unless otherwise noted. GIPS® is a registered trademark owned by CFA Institute. CFA Institute does not endorse or promote this organization, nor does it warrant the accuracy or quality of the content contained herein. **Market Capitalization** refers to the aggregate value of a company's publicly traded stock. Statistics are calculated as follows: **Weighted Average** is the average of each holding's market cap, weighted by its relative position size in the portfolio (in such a weighting scheme, larger positions have a greater influence on the calculation); **Weighted Median** is the value at which half the portfolio's market capitalization weight falls above and half falls below. **Earnings Growth 3-5 Year Estimate** is the average predicted annual earnings growth over the next three to five years based on estimates provided to Factset by various outside brokers, calculated according to each broker's methodology. **Price-Earnings Ratio (P/E Ratio)** is the ratio of the share of a company's stock compared to its per-share earnings. P/E calculations presented use FY2 earnings estimates; FY1 estimates refer to the next unreported fiscal year, and FY2 estimates refer to the fiscal year following FY1. **Portfolio Turnover** (3 yr. avg.) is the ratio of the lesser of the portfolio's aggregate purchases or sales during a given period, divided by the average value of the portfolio during that period, calculated on a monthly basis. All of the above ratios for a portfolio are expressed as a weighted average of the relevant ratios of each portfolio holding; EXCEPT for P/E ratios which are expressed as a weighted harmonic average.