

Small Cap Core Plus Strategy

Equity Long/Short



December 2018

Differentiated Long/Short Equity. The Convergence Small Cap Core Plus Strategy seeks to add value over traditional long-only approaches by capturing the performance differential between its long and short holdings based on a proprietary, fundamental stock ranking process.

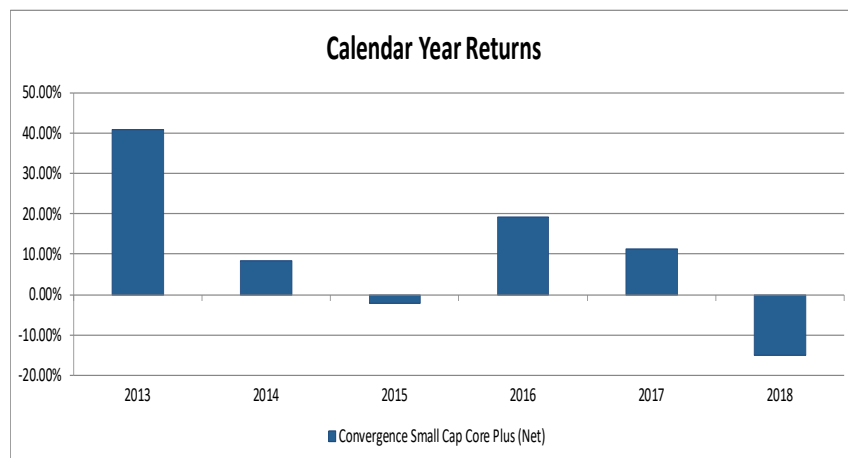
Performance Summary (net of fees) Through December 31, 2018

	1 Month	YTD	Trailing 1 Year	Trailing 3 Year	Trailing 5 Year	Annualized Since Inception 5/01/2012
Convergence Small Cap Core Plus (Net)	-10.89%	-14.91%	-14.91%	4.10%	3.65%	9.51%
Morningstar Long-Short Equity	-4.63%	-6.72%	-6.72%	1.78%	1.17%	2.91%
HFRX Equity Hedge Index	-4.23%	-9.42%	-9.42%	-0.09%	-0.25%	1.55%
Russell 2000	-11.88%	-11.01%	-11.01%	7.36%	4.41%	9.31%

Periodic Returns (net of fees) May 2012 - December 2018

	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	Year
Convergence Small Cap Core Plus Strategy (net)													
2018	5.73	-8.34	1.39	-2.41	3.49	0.28	2.62	5.31	-2.12	-9.17	-0.13	-10.89	-14.91
2017	-0.46	-1.12	0.53	0.84	-2.41	3.54	1.80	-0.37	6.39	2.42	0.40	-0.61	11.19
2016	-5.85	0.03	8.12	-1.11	0.03	-0.83	6.61	-2.15	1.89	-2.16	10.09	4.26	19.23
2015	-1.83	4.47	2.39	-3.52	1.22	-0.16	0.30	-5.05	-2.74	7.50	1.04	-5.12	-2.27
2014	-2.37	3.33	0.54	0.24	0.84	1.49	-3.74	5.17	-5.61	5.72	2.15	1.07	8.52
2013	6.09	0.12	6.50	-1.52	5.47	-1.50	7.23	-3.13	5.84	6.28	4.49	-0.42	40.71
2012	-	-	-	-	-6.56	5.30	1.96	3.58	0.42	-0.51	1.87	2.91	8.84 ¹

Portfolio Statistics (12/31/2018)



Sector Weight %	Convergence Small Cap Core Plus Strategy			Russell 2000
	Total Portfolio	Long	Short	
Communication Services	3.5	5.1	1.6	3.3
Consumer Discretionary	12.6	18.3	5.7	12.2
Consumer Staples	3.0	4.4	1.4	2.9
Energy	3.7	5.4	1.7	3.5
Financials	19.1	27.7	8.7	18.2
Health Care	16.0	23.5	7.4	15.6
Industrials	15.4	22.5	7.1	14.8
Information Technology	15.4	22.4	7.0	14.7
Materials	3.9	5.7	1.7	3.7
Real Estate	7.7	11.2	3.5	7.3
Utilities	3.9	5.8	1.8	3.8
Total	104.3	151.9	47.6	100.0

Top Holdings (%)

Long		Short	
Innoviva Inc	2.23	SJW Corp	-0.52
Zions Bancorp	1.91	Instructure Inc	-0.46
Portland Gen Elec Co	1.89	Logmein Inc	-0.46
Black Hills Pwr & Lt	1.89	Terraform Pwr Inc	-0.45
Medpace Hldgs Inc	1.84	Brinks Co	-0.45

Price/Earnings Ratio	10.4	14.6	121.6	32.1
Price to Book	1.72	1.55	1.30	1.68
Beta	1.20	1.24	1.18	1.10
Return on Assets	8.5%	4.6%	-4.1%	0.3%
EPS Growth*	4.2%	5.5%	9.1%	7.8%
Capitalization (millions)	\$3,097	\$2,703	\$1,840	\$2,032
Number of Holdings	295	125	170	2026

*5 year trailing. Earnings Growth is not a measure of future performance.

Strategy holdings and sector allocations are as of 12/31/2018, are subject to change and should not be considered a recommendation to buy or sell any security.

Past performance is not indicative of future results.

Convergence Small Cap Core Plus Strategy

Appendix

Convergence Small Cap Core Plus Composite (as of 6/30/18)

	Gross of Fees Return	Net of Fees Return	Benchmark Return (Russell 2000)	Composite Dispersion (Full Period)	Number of Separate Accounts (End of Period)	Total Composite Assets (End of Period)	Total Firm Assets (End of Period)	3 Year Annualized Standard Deviation (Composite)	3 Year Annualized Standard Deviation (Russell 2000 Index)
2012 (5/01/2012 - 12/31/2012)	9.53%	8.84%	5.10%	N/A*	1	\$1,631,918	\$217,790,421	N/A	N/A
2013	42.03%	40.71%	38.82%	N/A*	1	\$30,847,290	\$492,677,907	N/A	N/A
2014	9.63%	8.52%	4.89%	N/A*	1	\$72,769,307	\$553,692,556	N/A	N/A
2015	-1.30%	-2.27%	-4.41%	N/A*	1	\$76,858,907	\$444,781,578	13.21	14.16
2016	20.41%	19.23%	21.31%	N/A*	1	\$80,507,135	\$398,488,819	13.73	15.99
2017	12.26%	11.19%	14.65%	N/A*	1	\$67,199,604	\$409,273,927	12.92	14.11
2018 (as of 6/30/2018)	0.01%	-0.48%	7.66%	N/A*	1	\$40,755,259	\$405,037,351	13.98	14.06

*N/A is shown because there were five or fewer portfolios in the composite for the full year.

Disclosures

Past performance is not indicative of future results.

The information provided herein is for informational purposes only. Investors should seek financial advice regarding the appropriateness of investing in any securities or investment strategies discussed in this documentation and should understand that statements regarding future prospects may not be realized. Investors should note that income from such securities may fluctuate and that each security's price or value may rise or fall. Accordingly, investors may receive back less than originally invested.

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Convergence Investment Partners claims compliance with the Global Investment Performance Standards (GIPS®) and has prepared and presented this report in compliance with the GIPS standards.

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. The firm maintains a complete list and description of composites, which is available upon request. Results are based on discretionary separate accounts under management, including those accounts no longer with the firm. The results portrayed relate only to the adviser's clients invested in the portfolio that meet the criteria for inclusion in composite performance. The U.S. Dollar is the currency used to express performance returns and assets. Performance results are

presented both net and gross of management fees and include the reinvestment of income. From the inception of each composite until 01/01/11, Time Weighted Return was compounded on a monthly basis. Beginning 01/01/11 through present, Time Weighted Return was compounded on a daily basis.

Definition of the Firm

The firm is defined as Convergence Investment Partners, LLC ("Convergence Investment Partners"), a majority-owned subsidiary of Nile Capital Group, LLC effective October 1, 2018. Convergence Investment Partners was founded in November, 2004. From December 2008 to September 2018, Convergence Investment Partners was a majority-owned subsidiary of Montage Investments, LLC. Convergence Investment Partners (CIP) is an investment adviser registered with the Securities and Exchange Commission. Registration of an investment adviser does not imply any specific level of skill or knowledge. Convergence Investment Partners is an active equity manager dedicated to managing U.S. equity strategies. Convergence uses its proprietary process to select and rank investments, construct portfolios, and help manage risk in each of its products. Convergence strategies are based on corporate fundamentals supported by compelling empirical research applied within each industry group. The name, Convergence, communicates the firm's philosophy of a fundamental stock picking process that incorporates the intersection of sound investment theory executed in a disciplined environment utilizing advanced technology. The total firm assets will be defined as all discretionary and non-discretionary assets under management within Convergence Investment Partners. This includes primary investment management accounts and sub-advisory investment management accounts, as well as both fee-paying and non-fee paying assets.

The Convergence Small Cap Core Plus Composite

The creation date of the composite is May 1, 2012. The objective of Convergence Small Cap Core Plus is to achieve long-term capital growth. The strategy seeks to achieve its investment objective by establishing long and short positions in equity securities of domestic and foreign companies. The strategy focuses primarily on companies with small to medium market capitalizations, although the strategy may establish long and short positions in companies of any market capitalization. The strategy will hold long (purchase) securities that the Adviser believes will outperform the market, and will sell short securities expected to underperform the market.

For comparison purposes, the Convergence Small Cap Core Plus Composite is measured against the Russell 2000® Index as a primary index. Morningstar Long-Short Equity and HFRX Equity Hedge Index are shown as secondary benchmarks. Individuals cannot invest directly in any index and index returns do not reflect fees and expenses. Comparison of the Composite to benchmarks is for illustrative purposes only and the volatility of the benchmarks may be materially different from the volatility of the Composite due to varying degrees of diversification and / or other factors.

Since Inception, Convergence Investment Partners has adopted the following Significant Cash Flow Policy for both composites. If a single or cumulative cash flow(s) are equal or greater than 20 percent of the total account value on the day the cash flow(s) is initiated. If these circumstances exist, the account will be removed from the composite and added back to the composite on the first day of the month following the date that the account is fully

invested (defined as being within ten percent of the model portfolios cash target).

The three year annualized standard deviation is calculated using 36 monthly returns to end of period.

Fees and Related

The full fee schedule for all Convergence Investment Partners products is available upon request. It should be noted that the collection of fees produces a compounding effect on the total rate of return net of management fees. Convergence Investment Partners Convergence Small Cap Core Plus Strategy charges 1.00% annually, and is assessed .0833% on a monthly basis. Convergence Investment Partners reserves the right to modify fee structures on an account by account basis at its discretion.

Gross of fee performance returns are presented before management fees but after all trading expenses. No other fees or expenses are deducted for gross of fee performance. Net of fee performance returns are presented after actual standard management fees and all trading expenses. No other fees are deducted aside from trading and management fees for the calculation of net of fee performance. Valuations are net of all applicable withholding taxes. Portfolios are valued in accordance with GIPS® Valuation Hierarchy Principles. More information regarding standard investment management fees is available upon request.

Additional Notes and Disclosures

The use of derivatives may be employed for purposes of currency hedging and or to equitize the cash position of the portfolios. Derivatives have not been used to date, and it is expected that any future use would be on a limited basis. Policies for valuing portfolios, calculating performance, and preparing compliant presentations are available upon request. Full Calendar year dispersion is calculated using net-of-fee returns with an equal weighted standard deviation methodology.

The minimum account size for composite inclusion is \$5,000,000.

Current performance may be lower or higher than return data quoted herein. The money management firm can be contacted directly at 262-240-0117 or visit www.investcip.com.

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