

Investment Philosophy

The Munder Mid-Capitalization Core Growth Strategy invests in mid-cap stocks that we believe have strong growth prospects and reasonable valuations. We believe this combination of fundamental strength and attractive valuation positions the Strategy for strong competitive performance. These characteristics have historically contributed to the Strategy's successful long-term record, and we are confident they will continue to serve our investors well.

Market Overview

The Munder Mid-Capitalization Core Growth Strategy underperformed its Russell Midcap® Index benchmark by 104 basis points (bps) net and 79 bps gross in the fourth quarter. Within the Russell Midcap® Index benchmark, the Russell Midcap® Growth Index outperformed the Russell Midcap® Value Index, continuing a trend for most of the year. Also, many speculative stocks that are more leveraged to falling rates outperformed. We are underexposed to those names. Lagging relative performance was generated entirely from stock selection, as sector allocation was positive. On a sector basis, stock selection was strongest in the Technology, Consumer Staples, and Materials sectors. The Strategy's largest overweights on a sector basis were in the Technology and Consumer Discretionary sectors, while the largest underweights were in the Financials and Materials sectors.

In the Technology sector, the strongest contributors were CrowdStrike Holdings and Monolithic Power Systems. CrowdStrike's cybersecurity platform continues to gain share with small- and medium-sized businesses after it established its leading position with larger enterprise customers. Monolithic Power's semiconductor power management systems continue gaining share in their respective markets, namely in cloud AI, 5G, and automotive.

Within the Consumer Staples sector, our best contributor was Freshpet. The company reported a top- and bottom-line beat in the third quarter. Its fresh pet food volumes and household penetration continue to accelerate, even amid a weak pet category backdrop.

In the Materials sector, our best contributor was Louisiana-Pacific. The company's third quarter results beat expectations, and management indicated that siding channel inventories had normalized. Housing names generally performed well in the fourth quarter as mortgage rates declined and the Fed pivoted toward rate cuts next year.

The worst stock selection came in the Financials and Industrials sectors.

In the Financials sector, our worst detractor was Kinsale Capital Group. After being one of our best performers in recent years, the company reported third quarter sales growth that missed elevated expectations. Excess and surplus insurance industry fundamentals remain strong, and Kinsale continues to lead peers in premium growth and underwriting performance.

Within the Industrials sector, our worst detractor was Chart Industries. After strong performance through the first nine months of 2023, Chart reported disappointing third quarter revenues as some sales were pushed out into the fourth quarter. They also cut full-year 2023 EBITDA guidance on some non-recurring special items.

At quarter-end, the Strategy continues to be overweight in the Technology and Consumer Discretionary sectors as well as underweight in the Financials and Materials sectors. Its market capitalization is higher than the benchmark on a weighted-average basis. The Strategy continues to have positive exposures to growth, momentum, and profitability.

Top 5 Contributors (% Rep. Account)	
CrowdStrike Holdings, Inc. Class A	0.74
D.R. Horton, Inc.	0.73
Monolithic Power Systems, Inc.	0.69
Trex Company, Inc.	0.64
Fair Isaac Corporation	0.61

Top 5 Detractors (% Rep. Account)	
Kinsale Capital Group, Inc.	-0.60
Align Technology, Inc.	-0.59
Chart Industries, Inc.	-0.59
Fox Factory Holding Corp.	-0.50
TransUnion	-0.45

Top Ten Holdings (Rep. Account)	Sector
Trane Technologies plc	Industrials
Trex Company, Inc.	Industrials
Monolithic Power Systems, Inc.	Information Technology
Live Nation Entertainment, Inc.	Communication Services
D.R. Horton, Inc.	Consumer Discretionary
Brown & Brown, Inc.	Financials
Zoetis, Inc. Class A	Health Care
NVR, Inc.	Consumer Discretionary
Fair Isaac Corporation	Information Technology
DexCom, Inc.	Health Care
Total % of Portfolio	20.32%

Investment Performance (%)	QTR	YTD	ANNUALIZED RETURNS					Since Inception*
			1 Year	3 Year	5 Year	10 Year		
Munder Mid-Capitalization Core Growth Composite (Gross)	12.03	15.72	15.72	5.56	12.95	8.96	11.24	
Munder Mid-Capitalization Core Growth Composite (Net)	11.78	14.71	14.71	4.66	12.00	8.01	10.40	
Russell Midcap® Index	12.82	17.23	17.23	5.92	12.68	9.42	—	
Russell Midcap® Growth Index	14.55	25.87	25.87	1.31	13.81	10.57	—	

Source: Zephyr

*Since inception results are as of January 1, 1999. A GIPS® Report is available upon request. Past performance does not guarantee of future results.

Past performance cannot guarantee future results. Investing involves risk, including the possible loss of principal and fluctuation of value. Returns greater than one year are annualized. Returns are expressed in U.S. dollars. Composite returns are net of transaction costs and gross of non-reclaimable withholding taxes, if any, and reflect the reinvestment of dividends and other earnings.

Composite and benchmark returns are presented net of non-reclaimable withholding taxes, if any. Gross-of-fees returns are presented before management and custodial fees but after all trading expenses. The composite net-of-fees returns shown reflect gross performance less actual investment management fees. Actual fees may vary depending on, among other things, the applicable fee schedule and portfolio size. The firm's fees are available on request and may be found on Part II of its Form ADV.

The Munder Mid-Capitalization Core Growth Composite includes all fee-paying, non-wrap discretionary portfolios of \$100,000 or more that are managed according to the Munder Mid-Capitalization Core Growth Strategy. The Strategy focuses on mid-sized companies that we believe are high-quality companies with the potential for higher than average earnings growth and high consistency in earnings. The composite creation date is December 2001.

The primary benchmark of the composite is the Russell Midcap® Index. The Russell Midcap® Index is a market capitalization-weighted index that measures the performance of the 800 smallest U.S. stocks in the Russell 1000® Index.

Characteristics, Top Ten Holdings and Sector Diversification source: FactSet Research Systems, Inc. The top ten holdings and sector diversification are presented to illustrate examples of the portfolio's investments and may not be representative of the portfolio's current or future investments. The Holdings identified do not represent all of the securities purchased, sold, or recommended for advisory clients. Contributors and Detractors Source: FactSet. The top contributors and detractors are presented to illustrate examples of the portfolio's investments and may not be representative of the portfolio's current or future investments.

Holdings are as of quarter end and may change at any time. This material should not be construed as a recommendation to buy or sell any security.

Information relating to portfolio holdings is based on the representative account in the composite and may vary for other accounts in the Strategy due to asset size, client guidelines and other factors. The representative account is believed to most closely reflect the current portfolio management style.

A complete list of all holdings for the previous 12 months, each holding's contribution to the strategy's performance, and the calculation

methodology used to determine the holdings' contribution to performance is available on request. Victory Capital Management Inc., and its affiliates, as agents for their clients, and any of its officers or employees, may have a beneficial interest or position in any of the securities mentioned, which may be contrary to any opinion or projection expressed in this report. This information should not be relied upon as research or investment advice regarding any security in particular.

Index returns are provided to represent the investment environment during the periods shown. Index performance does not reflect management fees, transaction costs or expenses that would be incurred with an investment. One cannot invest directly in an index.

The information in this article is based on data obtained from recognized services and sources and is believed to be reliable. Any opinions, projections or recommendations in this report are subject to change without notice and are not intended as individual investment advice.

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Victory Capital claims compliance with the Global Investment Performance Standards (GIPS®).

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