Logan International Dividend ADR

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INVESTMENTS WITH AN INTERNATIONAL FOCUS

Q4 | 2021

LOGAN INTERNATIONAL DIVIDEND ADR PORTFOLIO Q4 | 2021 REVIEW[1]

MARKET ENVIRONMENT

The year just ended was full of contradictions. Covid seemingly came and went and came and went and came again. And despite Covid's persistence in evolving forms and the toll it took on people around the world, global equities had a strong year. Logan International's performance was very good, as the composite returns exceeded those of our primary benchmark for both the fourth quarter and the full year (see accompanying performance table).

For most of the year, the financial markets operated against a backdrop of very accommodating central banks and seemingly unrestrained government spending as Covid's effects on the global economy ebbed and flowed. As the year progressed, inflation continued to escalate, and the term "transitory" was removed from central bank vocabulary as supply chain disruptions continued to persist. Nevertheless, global equity prices continued to push higher, and the leadership once again came from the United States. For the quarter, US equities, as defined by the S&P 500 , increased 11%, outperforming most, but not all, international developed markets. In fact, European equities generated competitive returns, as the Euro Stoxx 50 index increased 6.5% for the quarter. As we enter 2022 and monetary policy becomes less accommodative in the US, public policy will be more supportive in developed markets such as Europe and Japan. In addition, according to data from the New York Times, the percentage of fully vaccinated adults in France, Germany, Japan, and many other developed markets is higher than in the US. Indeed, one could make a compelling case for stronger economic growth overseas than in the US in 2022.

Currency movements were modest in the quarter but a sizable weight on international equity returns for the year. All major currencies traded lower for the year versus the US dollar. In particular, the Japanese yen traded 11.4% lower in 2021, followed closely by the euro, which declined 6.9%, according to Bloomberg. Currency strength is a function of many factors but interest rates and economic output are the driving forces. To that end, should the global economy continue to strengthen, we would expect a rebound in the major currencies in which Logan International has investments.

PORTFOLIO REVIEW

Strength was widespread throughout the quarter, but financials and industrials added the most to relative performance, whereas consumer discretionary and materials detracted the most.

Financials typically represent a sizable chunk of the Logan International portfolio, and this is certainly the case today. They offer a wide opportunity set of high yielding stocks across the globe and sport robust balance sheets (in contrast to the 2008 financial crisis). In the quarter, the top performing financial stocks both reside in Switzerland. One is a large wealth and asset management company that continues to de-emphasize investment banking in favor of a more consistent and predictable earnings

[1]LOGAN INTERNATIONAL DIVIDEND ADR results discussed herein should be read in conjunction with the attached performance and disclosures

stream. The stock price responded favorably to a legal settlement with a French court in December, and the company now has very few legacy issues that continue to weigh on competitors. Shares still trade at a sizable valuation discount versus their US peers, providing meaningful upside potential. The second Swiss holding, a large property & casualty insurer, delivered a very favorable trading update in late October, as catastrophe losses will be better than initially feared. Additionally, the company is now expected to raise prices in a handful of their business lines. Despite strong stock price performance in the quarter, the insurer's stock price trades at only 10x 2022 earnings estimates and offers a 6.5% dividend yield.

As for the quarterly detractors, the portfolio's diversified chemicals company in the Materials sector reported solid third quarter results and raised full year guidance, yet shares were pressured by the continued effects from global supply chain disruptions. The company has been raising prices but the hikes can only partially offset higher labor and energy costs. A sizable presence in China is also likely weighing on the share price. As a result of a weak third quarter, the company's shares trade at 9x 2022 EPS estimates and yield 5.7%. Consumer Discretionary shares also detracted from performance, and all three portfolio holdings reside in the Japanese auto sector. One of the automobile manufacturers cut guidance in the quarter, citing supply chain challenges, and their stock traded modestly lower.

Shares of a Japanese tire manufacturer also traded lower following solid quarterly results in which they failed to raise full year guidance, citing semiconductor shortages.

In terms of geographic performance, the portfolio experienced a reversal of fortune, as Switzerland and Japan, last quarter's largest detractors, added the most to relative performance. Several of the portfolio's top performers in the quarter reside in Switzerland, including the two financials mentioned earlier, a robotics-focused industrial company, and a large consumer staples company that has effectively managed their supply chain disruptions. The portfolio benefitted from a sizable overweight position in Switzerland versus our primary benchmark, the FTSE Developed ex USA index . The portfolio's Japanese stocks collectively traded modestly lower in the quarter, but an underweight versus the benchmark contributed to positive relative performance. At the other end of the spectrum, Canada detracted the most from performance despite generating a positive return, and three of the portfolio's four Canadian stocks traded higher in the quarter. Finally, our lone holding in the Netherlands, a large national bank, traded down less than 1%, but that dragged the Netherlands into second place as a quarterly detractor of relative performance.

Third quarter trading activity was minimal, as we neither added any new names nor fully exited any existing holdings. We trimmed shares of three stocks that had performed well and added to six holdings that had either underperformed or warranted a larger position. While we continue to research potential new holdings, we currently have very few sell candidates, consistent with our optimistic outlook for the strategy and our current holdings.

PORTFOLIO OUTLOOK

Outlooks for the year ahead can be a humbling exercise. We won't offer any definitive conclusions regarding the potential impact any future coronavirus variants, nor will we opine on the duration of supply chain bottlenecks and its impact on inflation. Ultimately, we believe a resilient global economy will overcome the near term challenges, though no doubt more risks will surface. Our optimistic outlook is predicated on what we see at a company and sector level. Several portfolio holdings in the more cyclical areas of the marketplace saw their stock prices come roaring back in 2021. However, the stock price rebounds were off a very low base, and we still see very good value in previously beaten down sectors such as financials and energy, both of which deserve further discussion.

Regarding financials, we had talked about the sector's positive sensitivity to higher interest rates and how they might respond well to both higher rates and strong credit metrics. We believe that is still the case, and thus believe the financial stocks remain attractive holdings, especially with a plethora of global central banks expected to raise rates in 2022. Several financial stocks in the Logan International strategy trade at single-digit PE multiples and offer dividend yields in excess of 4%.

Similarly, coming into 2021 we talked about our expectations for higher energy prices and the impact that would have on the cash flows of our energy holdings and thus their stock prices. In that regard, we would note that according to Empirical Research Partners, the 2021 capital spending of energy companies was below their level of depreciation for only the second time in the last seventy years. In addition, though many are pushing to phase out fossil fuel production in favor of "clean" energy sources, Empirical also points out that if energy companies spend according to a schedule that has them at "net 0"emissions by 2050 (a schedule the International Energy Agency has estimated would be needed to do so), alternative energy sources would have to be spending trillions of dollars to bridge the gap, and that is not likely. All of which seems to point to firming or higher oil and gas prices for the foreseeable future. The favorable backdrop, coupled with the fact that the portfolio's three integrated oil and gas companies trade at 9x forward earnings or less, suggests sizable total return potential. In the meantime, we get paid to wait, as all of our energy stocks offer dividend yields in the 4-6% range.

In addition to the more cyclical sectors, we remain equally excited about the opportunities present in the more stable sectors, such as health care. As a result of a few setbacks in the drug pipelines and a regulatory overhang, we now have a few blue chip pharmaceuticals trading at P/E multiples well below the broader market and offering dividend yields over 3.5%. These are very attractive valuation levels versus each company's historical trading range.

US equities have enjoyed a remarkable run over the last decade, trouncing international equities. The math isn't always this clean, but according to Bloomberg, the S&P 500 has generated a 16% annual return over the last decade versus 8% for international equities, as defined by EAFE. However, we believe the Logan International portfolio is well suited for the next decade. While valuation is the primary rationale for our optimism, other catalysts include continued accommodative fiscal and monetary policy (though less than the last two years have seen) along with continued economic strength. To that point, it is worth noting that according to the World Bank, the euro area is expected to generate 4.4% economic growth next year, slightly ahead of their 4.2% estimate for the US.

We take comfort in the portfolio's current valuation levels, which offer an attractive dividend yield of 4.0% and a P/E on the next twelve months estimated earnings of 13.9x. Moreover, based on information from Factset, the companies in the portfolio are collectively projected to grow earnings per share 9% next year.

Thank you for your continued confidence and investment in Logan International. As always, please call or email us if you have any questions.

Investing internationally carries additional risks such as differences in financial reporting, currency exchange risk, as well as economic and political risk unique to the specific country. This may result in greater share price volatility. Shares, when sold, may be worth more or less than their original cost.

Indices are unmanaged and investors cannot invest directly in an index. Unless otherwise noted, performance of indices do not account for any fees, commissions or other expenses that would be incurred. Returns do not include reinvested dividends.

The Standard & Poor's 500 (S&P 500) is an unmanaged group of securities considered to be representative of the stock market in general. It is a market value weighted index with each stock's weight in the index proportionate to its market value.

The Dow Jones Euro Stoxx 50 is a market capitalization-weighted stock index of 50 large, blue-chip European companies operating within eurozone nations. The universe for selection is found within the 18 Dow Jones EURO STOXX Supersector indexes, from which members are ranked by size and placed on a selection list.

The FTSE Developed All Cap ex US Index is a market-capitalization weighted index representing the performance of large, mid and small cap companies in Developed markets excluding the USA. The index is derived from the FTSE Global Equity Index Series (GEIS), which captures 98% of the world's investable market capitalization.

This material represents an assessment of the market and economic environment at a specific point in time and is not intended to be a forecast of future events, or a guarantee of future results. Forward-looking statements are subject to certain risks and uncertainties. Actual results, performance, or achievements may differ materially from those expressed or implied. Information is based on data gathered from what we believe are reliable sources. It is not guaranteed as to accuracy, does not purport to be complete and is not intended to be used as a primary basis for investment decisions. It should also not be construed as advice meeting the particular investment needs of any investor. Past performance does not guarantee future results.

COUNTRY	QUARTER RETURN IN US	1 YEAR RETURN IN US DOLLARS
AUSTRALIA	2.1%	9.4%
CANADA	7.2%	26.0%
FRANCE	7.1%	19.5%
GERMANY	0.8%	5.3%
ITALY	5.6%	15.0%
JAPAN	-4.0%	1.7%
NETHERLANDS	3.5%	27.6%
SWITZERLAND	12.8%	19.3%
SINGAPORE	-3.4%	5.7%
UNITED KINGDOM	5.6%	18.5%

Source: FactSet

TEN LARGEST PORTFOLIO HOLDINGS

TEN LARGEST PORTFOLIO HOLDINGS	% OF PORTFOLIO
Roche Holding Ltd	3.1%
Novartis AG	3.1%
Sanofi	3.0%
TotalEnergies SE	3.0%
Royal Dutch Shell Plc Class B	2.9%
Toyota Motor Corp.	2.9%
National Grid plc	2.8%
ABB Ltd.	2.7%
Nestle S.A.	2.6%
Swiss Re AG	2.6%

LONG-TERM TRACK RECORD

LONG-TERM TRACK RECORD	TOTAL RETURN NET OF FEES	TOTAL RETURN GROSS OF FEES	FTSE DEVELOPED X US
QTD	4.3%	4.4%	2.8%
YTD	17.3%	17.7%	11.8%
3 Year	11.1%	11.5%	14.8%
5 Year	7.3%	7.7%	10.4%
10 Year	7.5%	7.8%	8.5%
Since Inception†	3.9%	4.3%	4.4%

Annualized Returns (as of 12/31/2021). Time period greater than YTD is annualized.
†Inception of (12/31/2006)
Reference performance disclosure

LOGAN AUM+AUA

Strategy AUM	$85M
Strategy AUA	$80M
Firm AUA	$1,659M
Firm AUM	$2,635M
Total Firm AUM+AUA	$4,294M

Numbers are subject to rounding differences
AUA has a one month data lag

Past performance does not guarantee future results. The holding identified do not represent all of the securities purchased, sold or recommended for advisory clients. The views expressed are those of Logan Capital. Any securities, sectors or industries discussed should not be perceived as investment recommendations; any security discussed may no longer be held in an account's portfolio. It should not assumed that investment in any of the securities, sectors or industries listed were or will prove to be profitable. Sector or industry weights of any specific account can vary based on investment restrictions applicable to that account. The securities discussed do not represent an account's entire portfolio and in aggregate may only represent a small percentage of an account's portfolio holdings.

Logan Capital Management, Inc.
Performance Disclosure Results
International Dividend ADR Composite
December 31, 2006 through December 31, 2021

LID

Year	Total Return Net of Fees	Total Return Gross of Fees	FTSE Developed x US	Number of Accounts	Composite Dispersion Gross of Fees	Composite 3-Yr Gross Std Dev	FTSE Developed x US 3-Yr Gross Std Dev	Composite 3-Yr Gross Sharpe Ratio	Assets in Composite ($millions)	% of Firm Assets	Firm Assets ($millions)
2021	17.3%	17.7%	11.8%	11	0.3%	17.0%	17.5%	0.6	$4	0.1%	$2,635
2020	-3.3%	-3.1%	10.3%	11	N.M.	17.6%	18.2%	0.0	$3	0.2%	$2,240
2019	21.0%	21.4%	22.0%	14	0.1%	10.8%	10.8%	0.6	$27	1.3%	$2,050
2018	-13.6%	-13.2%	-13.8%	11	0.4%	10.5%	11.3%	0.2	$22	1.6%	$1,431
2017	20.2%	20.6%	25.0%	16	0.4%	9.7%	11.9%	0.8	$7	0.4%	$1,590
2016	5.1%	5.5%	1.0%	16	0.3%	10.8%	12.5%	0.0	$23	1.7%	$1,401
2015	-1.4%	-1.0%	-0.8%	17	0.2%	11.3%	12.5%	0.5	$19	1.4%	$1,398
2014	-2.7%	-2.5%	-4.9%	14	0.2%	11.7%	13.0%	1.0	$18	1.0%	$1,816
2013	20.1%	20.4%	22.8%	11	0.4%	14.0%	16.3%	0.9	$14	0.7%	$2,061
2012	19.3%	19.6%	17.3%	9	0.6%	17.8%	19.4%	0.3	$10	0.5%	$1,932

Annualized Returns (December 31, 2021)

YTD is not annualized

Year	Total Return Net of Fees	Total Return Gross of Fees	FTSE Developed x US
YTD	17.3%	17.7%	11.8%
3 Year	11.1%	11.5%	14.8%
5 Year	7.3%	7.7%	10.4%
10 Year	7.5%	7.8%	8.5%
Since Inception†	3.9%	4.3%	4.4%

†Inception 12/31/2006

N.M. - Information is not statistically meaningful due to an insufficient number of portfolios in the composite for the entire year.

Logan International Dividend ADR Composite contains fully discretionary large cap international equity accounts, measured against the FTSE Developed x US benchmark. You cannot invest directly in an index. The FTSE Developed ex US Index is part of a range of indexes designed to help US investors benchmark their international investments. The index comprises Large (85%) and Mid (15%) cap stocks providing coverage of Developed markets (24 countries) excluding the US. The index is derived from the FTSE Global Equity Index Series (GEIS), which covers 98% of the world's investable market capitalization. This benchmark is used for comparative purposes only and generally reflects the risk and investment style of the composite. The Sharpe Ratio is included to help investors understand the return of an investment compared to its risk. The ratio is the average return earned in excess of the risk-free rate (90 Day U.S. TBill) per unit of volatility or total risk.

The strategy invests in 35-45 large and established international, dividend-paying companies that are primarily located in developed countries and have American Depository Receipts ("ADR's"). Portfolios are diversified across seven to eleven sectors and at least ten countries. Up to 15% of the portfolio may be invested in non-EAFE countries. Turnover is typically under 35% annually. Only accounts paying commission fees are included. There is no minimum account size.

Logan Capital Management, Inc. claims compliance with the Global Investment Performance Standards (GIPS®) and has prepared and presented this report in compliance with the GIPS standards. Logan Capital Management, Inc. has been independently verified for the periods April 1, 1994 through December 31, 2020. A copy of the verification report(s) is/are available upon request. A firm that claims compliance with the GIPS standards must establish policies and procedure 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.

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Results are based on fully discretionary accounts under management, including those accounts no longer with the firm. Past performance is not indicative of future results. The U.S. Dollar is the currency used to express performance. Returns are presented gross and net of management fees, net of all withholding tax and includes the reinvestment of all income. Gross of fee returns, have, however, been reduced by all actual trading expenses. Net of fee returns are calculated net of actual investment management fees & actual trading expenses. The annual composite dispersion presented is an equal-weighted standard deviation calculated for the accounts in the composite the entire year. Additional information regarding the policies for valuing investments, calculating performance, and preparing GIPS Reports are available upon request.

The investment management fee schedule for non-wrap accounts is as follows: 75 basis points on the first $10 million, 65 basis points on the next $15 million, 60 basis points on the next $25 million and 50 basis points on the next $50 million. Fees for accounts with over $100 million in assets are negotiable. Minimum fee is $37,500. Actual investment advisory fees incurred by clients may vary.

The Logan International Dividend ADR Composite was created November 30, 2013.