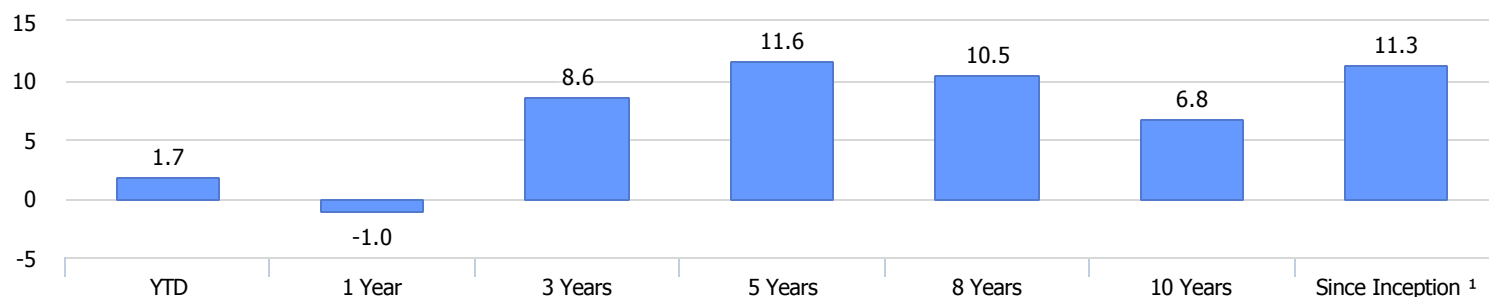


2Q 2016

### Performance Summary

#### Annualized Returns (Net)



<sup>1</sup>03/1998 - 06/2016

### Product Overview

CES Inception Date	Geographic Focus	Style	Primary Equity Capitalization	CES AUM	KDI AUM
03/10/1998	United States	Long Only	All Cap	\$281.00	\$360.00

### Portfolio Characteristics

Current # of Holdings	22
Current Cash Position	19.35%
Wgtd. Avg. Mkt. Cap	\$63,204
Median Mkt. Cap	\$33,853
Beta 5 Years	0.89
Annualized Alpha 5 Years	0.84
Sharpe Ratio 5 Years	0.98
Downside Market Capture 5 Years	80.47

### Investment Philosophy

KDI Capital Partners' Concentrated Equities Strategy philosophy is based on a "business-like" view of applying a private market investment approach to investment in publicly traded securities. This philosophy can be described as concentrated, value investing with a bias for growing businesses. We think of equity investments as owning a piece of an underlying business and as such, are focused on identifying, analyzing and valuing businesses that we believe possess predictable economics in the long-term and attractive valuations in the near-term. The firm's research is concentrated on a select set of predictable and understandable business models in industries that have demonstrated the ability to produce attractive long-term returns on capital. The firm's intensive fundamental research is focused on understanding the quality, capacity and integrity of the business AND its management. KDI has demonstrated the soundness of this approach through the long-term results of its Concentrated Equities Strategy product. The firm is willing to hold cash in client portfolios when this process suggests that opportunities are not available at attractive valuations.

### KDI Capital Partners Overview

KDI Capital Partners (KDI) is an investment firm with 25+ years of experience. The firm offers multiple equities-based strategies to suit its clients varying risk tolerances. KDI views its approach to analyst coverage as a differentiator. KDI employs a business model based approach to its research versus a sector focused approach. Each of our analysts focuses on a business model, which allows them to cover companies in multiple sectors. KDI conducts extensive fundamental due diligence through a comprehensive primary research process and uses exhaustive financial analysis to identify undervalued market opportunities.

**Monthly Performance (net)**

	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	Year
<b>2016</b>	-4.57	-0.20	5.52	0.48	0.52	0.24	---	---	---	---	---	---	1.74
<b>2015</b>	-2.63	4.34	-0.02	-1.84	0.18	0.37	0.29	-5.64	-2.79	5.18	1.79	-1.26	-2.50
<b>2014</b>	-3.21	3.84	1.65	-0.81	2.21	0.26	-2.37	2.20	-2.12	5.34	1.27	2.07	10.39
<b>2013</b>	5.48	0.97	3.57	1.12	2.84	0.21	5.98	-2.02	3.85	5.07	1.39	1.77	34.34
<b>2012</b>	4.47	4.47	1.74	-2.79	-4.37	4.02	0.18	1.71	2.88	1.12	2.45	0.80	17.50
<b>2011</b>	-1.08	3.09	-0.14	4.76	-0.05	-3.20	-2.47	-5.47	-8.15	11.74	3.39	2.34	3.30
<b>2010</b>	-3.69	1.47	5.83	3.01	-9.76	-6.20	3.00	-7.72	11.78	2.27	1.55	5.23	4.67
<b>2009</b>	-2.57	-3.58	4.99	7.29	0.99	2.91	6.78	3.99	2.68	-2.66	7.27	6.02	38.76
<b>2008</b>	-6.09	-4.38	-2.41	2.87	1.11	-5.35	1.25	1.47	-3.53	-11.76	-5.32	3.33	-26.21
<b>2007</b>	2.86	-1.71	0.74	-0.04	2.40	-2.67	0.19	3.24	0.04	-3.43	-7.72	-6.32	-12.38
<b>2006</b>	-0.71	0.53	5.23	0.85	-2.39	-1.34	-3.55	4.99	5.87	4.29	0.86	1.65	16.89
<b>2005</b>	-1.80	3.70	1.35	-2.52	7.04	2.54	5.02	-6.85	-1.94	-0.46	5.95	-0.60	11.01
<b>2004</b>	0.51	1.74	0.34	-0.19	1.31	-1.97	-3.53	-4.37	2.74	1.45	2.29	3.24	3.24
<b>2003</b>	-3.68	-2.43	1.61	12.44	6.20	4.55	2.89	0.83	-0.88	5.10	0.93	-2.24	27.08
<b>2002</b>	2.29	2.11	3.33	3.71	0.07	3.43	-14.18	-5.80	-6.52	8.28	8.67	-7.58	-4.82
<b>2001</b>	0.52	2.11	1.12	1.59	3.76	1.65	1.66	2.87	-1.16	4.95	7.34	8.79	40.83
<b>2000</b>	-1.91	-9.06	18.86	-1.00	1.28	4.05	-1.22	3.27	7.38	7.27	3.69	3.97	40.07
<b>1999</b>	2.27	-0.73	4.15	2.62	2.75	-1.91	27.78	-6.72	2.47	0.65	-5.42	-4.49	21.40
<b>1998</b>	---	---	0.30	0.31	0.57	-0.12	1.12	-14.26	1.59	8.51	10.33	3.11	9.85

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**Disclosures**

The performance information shown above represents the composite past performance of the separately managed accounts and the private investment funds managed by KDI using the same strategy ("Concentration Equity Strategy") for the period March, 1998 to June 30, 2016 ("Period"). All results and metrics in this presentation are based on our taxable portfolios, not our tax-exempt portfolios. This strategy utilizes a value investing process. The process values companies using a proprietary LBO model. Investments in the strategy consist primarily of common stocks across multiple sectors. During the period, the strategy was generally comprised of Large, Mid and Small Cap stocks. From time to time options have been written against the long positions to provide downside protection. The strategy does not use leverage. The strategy generally consists of between 15 and 25 stocks, with a typical weighting for each position being between 2 - 10% of the total portfolio. The gross performance numbers reflect returns after trading costs and administrative fees and assume reinvestment of all income. The net performance results shown are the gross performance less a 1% annual investment advisory fee (the highest investment advisory fee currently charged), but does not include the effect of performance fees. As of June 30, 2015 the Concentrated Equities Strategy ceased charging Performance Fees. Performance fees for clients between June 30, 2015 and April 2010 was 20% of the net profits of an account that exceed the performance return of the S&P 500 Index with dividends reinvested. The Performance Fee charged prior to April 2010 was 20% of the net profits of an account on capital at risk with a 10% hurdle. The performance fee was calculated and paid at the end of the earlier of each three year investment term or the date of redemption or withdrawal. Actual net performance results which include both the annual investment advisory fee and a mix of clients paying both performance fees as of June 30, 2016 was as follows: YTD 1.84%, 1 year -0.38%, 3 years 8.47%, 5 years 11.17%, 8 years 10.23%, 10 years 6.54% and since inception (3/1998) 11.0%. Returns were calculated using a time-weighted rate of return. All performance results reflect the deduction of trading costs (e.g., commission) and the reinvestment of dividends. All portfolio positions were valued daily using the closing prices as reported by IDC. As of June 30, 2016, there were 12 accounts, including 4 Private Funds, and approximately \$216.5 million in total assets using this strategy. Some of these accounts are subject to lock-up periods and withdrawal restrictions that may not apply to all investors. The performance information is unaudited. Beginning September 30, 2015 this strategy only includes taxable accounts. There is a similar strategy for tax-exempt accounts. Due to this change 5 separately managed accounts and 1 private fund which included 13 clients are no longer included in this strategy's numbers. This represents \$64.5 million in tax-exempt assets. The actual results for the period ending June 30, 2016 for the tax-exempt accounts was as follows: YTD 4.31%, 2015 .68%, 2014 9.87%, and since inceptions (1/2014) 5.91%. Past performance is not necessarily indicative of future results. Individual investor performance may be different than the performance results shown. All investments are subject to risk, and investing in accordance with any KDI Strategy, like all investments, may lose money. This is not to be considered as an offer to buy or sell any financial instruments. Additional information regarding policies for calculating and reporting returns is available upon request.