

EDGEWOOD
MANAGEMENT LLC

View from Edgewood

4Q 2020 COMMENTARY

The Edgewood Large Cap Growth composite returned 12.5% in the fourth quarter and 42.6% for all of 2020 (net of fees). In comparison, the S&P 500 Total Return Index gained 12.1% and 18.4% in those periods. The S&P 500 Growth Index returned 10.7% and 33.5% and the Russell 1000 Growth Index gained 11.4% and 38.5% for the same time periods. A year of turmoil and societal and economic upheaval was a banner year for growth stocks, not a total contradiction since growth companies are frequently the instigators and beneficiaries of technological and societal change.

We have written in detail all year about the events that will make 2020 a year of intense analysis for historians, sociologists, investors, and psychologists. As 2021 begins we feel confident that the last twenty years of advances in genomics and molecular biology that led to the rapid development of highly effective vaccines will bring the pandemic under control by mid-year, and that many of these tools will be used to monitor for the inevitable future emergence of new pathogens. The huge costs to societies and economies of COVID 19 will lead to increased spending in these areas with little protest. The scrambling of work life and home life, education, and consumption in ways that could not have been imagined or accommodated even ten years ago will take much of the rest of this decade to sort out. Mostly in-person education, when it is possible, seems to have been proven as a good thing, but remote shopping for many items has been reinforced as popular and will continue to gain momentum. The pandemic has proven that some parts of the economy can operate just fine remotely, while it also strengthened the desire of many for face-to-face contact.

With a closely divided Congress politics will be much quieter this year as the respite between the 2020 and 2022 elections will be welcome and there a lot of national issues to address as we emerge from the pandemic. Even with the Democrats winning both Georgia Senate races, the major tax increases that were part of the Biden platform will not be fully enacted as moderate Democrats will not support major changes. We do expect more spending, though again the full Democratic program will not be enacted. We believe many in the country want less chaos and divisiveness in politics and will welcome relative calm this year.

This year will be a strong growth year for US GDP, particularly after the first quarter as winter subsides and the vaccines are widely administered. At some point there may be an inflation scare as the Federal Reserve's 2% target is breached, but this will be temporary as job market improvement will lag and not reach the peaks of the beginning of 2020 until some time in 2022 at the earliest. The Federal Reserve has strongly committed to keeping rates very low until early 2023. While they will respond to events, right now there is no reason to think that pledge will not be sustained. These historically low interest rates added to the attractiveness of growth stocks this year and will continue to do so for the next couple of years. While the economic rebound this year will cause beaten down sectors like energy, travel and leisure to rally, it will also continue to drive revenue and earnings growth for quality growth stocks.

We hope this year is a better, more stable time for all of you and our country as we emerge from this pandemic into a changed world.

Our goal at Edgewood Management is to deliver clients sustainable long-term performance by investing in companies Edgewood considers to be high-quality growth companies.

FIRM OVERVIEW

| | |
|---------------------|-----------------------------------|
| Founded | 1974 |
| Employees | 35 |
| Total Assets | \$51.2 Billion (as of 12/31/2020) |
| Ownership | 100% Employee Owned |
| Investment Strategy | Large Cap Growth Equity |
| Separate Account | \$5 Million Minimum* |

*Please refer to Edgewood's Form ADV Part 2A and 2B Brochure regarding account minimums.

PORTFOLIO MANAGEMENT

| | |
|---|-------|
| ALAN W. BREED President & Portfolio Manager Years of Experience | 37yrs |
| LAWRENCE G. CREEL Partner & Portfolio Manager Years of Experience | 35yrs |
| ALEXANDER M. FARMAN-FARMAIAN Partner, Vice Chairman & Portfolio Manager Years of Experience | 34yrs |
| PETER JENNISON Partner & Portfolio Manager Years of Experience | 35yrs |
| KEVIN R. SETH Partner & Portfolio Manager Years of Experience | 37yrs |
| NICHOLAS A. STEPHENS, CFA Partner & Portfolio Manager Years of Experience | 36yrs |

INVESTMENT APPROACH

Edgewood's Large Cap Growth Equity strategy pursues long-term capital growth through a portfolio of 22 stocks of large-sized companies that are distinguished by their financial strength, levels of profitability, strong management, and an ability to deliver long-term earnings power. Our goal is to purchase companies that trade at discounts to their fair value and believe that, over time, the stock prices of high-quality companies will rise to reflect the true value of the underlying company. The Large Cap Growth Equity strategy's performance is typically benchmarked against the S&P 500 Index over a full-market cycle.

INVESTMENT PROCESS HIGHLIGHTS

Edgewood's Large Cap Growth Equity strategy pursues a bottom-up investment process to construct a portfolio of U.S. large-cap growth companies. The investment team looks for potential investments across the economy where it can find growth irrespective of the sector or industry.

Edgewood's investment process focuses on two distinct areas:

Stock Selection – The team's investment process begins by identifying companies that are distinguished by their financial strength, levels of profitability, strong management, and an ability to deliver long-term earnings power. The team searches for companies that are well positioned for long-term growth, driven by demand for their products and services, trading at discounts to their fair value, and are at an early stage in their profit cycle to benefit from the increased cash flows produced by the profit cycle.

Capital Allocation – Based on the investment team's fundamental analysis of a company's profit cycle and using a five-year discount to present value model, portfolio holdings evolve through three phases: Phase One investments are in the early part of their profit cycle and will warrant a more sizeable weighting once their profit cycle begins to grow; Phase Two investments are companies that are being increased to a larger weighting due to the relative attractiveness of their valuation which are moving through the strongest part of their profit cycle; and Phase Three investments are companies that are being reduced to a lesser weighting because they are nearing the team's estimate of full valuation or their profit cycle has begun to deteriorate.

MARKET CAP DISTRIBUTION AS OF 12/31/2020*

| MARKET CAP (IN BILLIONS) | EDGEWOOD (%)** | COMPANIES (#) |
|--------------------------|----------------|---------------|
| \$20-\$40 | 6 | 2 |
| \$40-\$75 | 24 | 5 |
| \$75-\$125 | 22 | 5 |
| \$125+ | 47 | 10 |

*Rounded to the nearest percentage

**For the equity portion of the portfolio

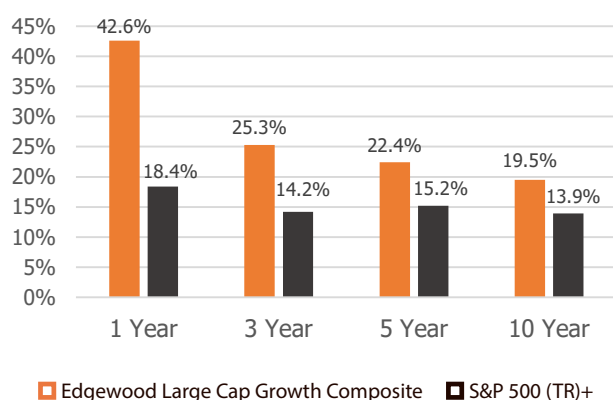
FIVE LARGEST HOLDINGS AS OF 12/31/2020*

| | |
|-------------------------|-----------|
| Intuitive Surgical Inc. | Snap Inc. |
| NVIDIA Corp. | Visa Inc. |
| PayPal Holdings, Inc. | |

*The specific securities identified and described do not represent all of the securities purchased, sold, or recommended for advisory clients, and the reader should not assume that investments in the securities identified were or will be profitable

Portfolio holdings are shown in alphabetical order.

NET LARGE CAP GROWTH COMPOSITE RETURNS (%) AS OF 12/31/2020



Performance is rounded to the nearest tenth. Returns are net of management fees. Returns shown here are annualized. Past performance does not guarantee future results.

+The S&P 500 is an unmanaged index with no expenses which covers 500 industrial, utility, transportation and financial companies of US markets. It is a capitalization-weighted index calculated on a total returns basis with dividends reinvested.

PORTFOLIO CHARACTERISTICS AS OF 12/31/2020

| | EDGEWOOD | S&P 500 ² | COMMENTS |
|--|----------------------|----------------------|----------------------------|
| Market Cap Mean (Billions) | \$317bn ¹ | \$68bn ¹ | Focused on Growth |
| Number of Holdings | 22 | 505 ² | Concentrated Portfolio |
| Most Recent Quarter YoY EPS Growth | 25% ³ | -3% ¹ | Focused on Earnings Growth |
| Sales Growth ¹ (3 Years Historical) | 19% | 0.1% | Focused on Revenue Growth |
| LT EPS Growth ⁴ | 28% | 10% | Earnings Outlook |

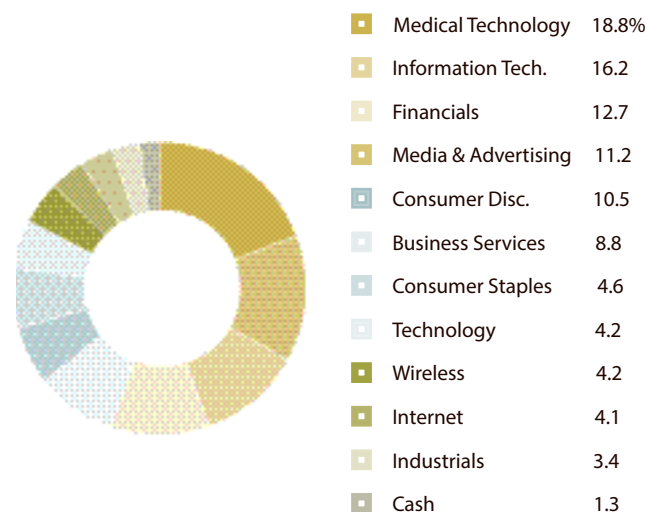
¹Provided by Bloomberg and are rounded to the nearest whole number.

²Provided by S&P Dow Jones Indices. The S&P 500 is an unmanaged index with no expenses which covers 500 industrial, utility, transportation and financial companies of US markets. It is a capitalization-weighted index calculated on a total returns basis with dividends reinvested.

³American Tower's and Equinix's EPS figures are actually Adjusted Funds from Operations per share figures as we believe they are the most relevant valuation metric. Netflix's growth rate in the most recent quarter is calculated using reported GAAP Operating Income growth instead of EPS due to one-time items that impacted EPS including a change in tax structure.

⁴Bloomberg estimates using the weighted average calculation methodology for Edgewood and the index fundamental value methodology for the S&P 500.

SECTOR DIVERSIFICATION AS OF 12/31/2020*



*Sectors defined by Edgewood's Investment Committee and are rounded to the nearest tenth.

Edgewood Management LLC Disclosures - 4Q 2020

No recommendation is made, positive or otherwise, regarding individual securities mentioned. Past performance does not guarantee future results. The performance figures include the reinvestment of dividends. The specific securities identified and described do not represent all of the securities purchased, sold or recommended for advisory clients, and the reader should not assume that investments in the securities identified and discussed were or will be profitable. A list of all recommendations during the preceding period of not less than one year will be provided upon request, free of charge and include (1) the name of each security recommended; (2) the date and nature of each recommendation; (3) the market price at the time of the recommendation; (4) the price of the security when the recommendation was to be acted upon; (5) the market price of each such security at the most recent practicable date and (6) a disclaimer stating it should not be assumed that the recommendations made in the future will be profitable or will equal the performance of the securities on the list.

EDGEWOOD MANAGEMENT LLC: LARGE CAP GROWTH COMPOSITE (Ending December 31, 2020)

| | 1 YEAR | 3 YEAR ANNUALIZED | 5 YEAR ANNUALIZED |
|-------------------------------------|--------|-------------------|-------------------|
| Edgewood Large Cap Growth Composite | 42.62% | 25.25% | 22.37% |
| S&P 500 (TR) Index | 18.40% | 14.18% | 15.22% |
| Russell 1000 Growth Index | 38.49% | 22.99% | 21.00% |

Note: Returns are shown in U.S. dollars. Composite returns are net of fees.

Edgewood Management LLC is a registered investment adviser specializing in growth oriented investment management. The Edgewood Large Cap Growth Composite is comprised of individual and institutional accounts that invest in Edgewood's portfolio of 22 large capitalization growth companies chosen by using fundamental analysis and an internal valuation discipline. The composite returns are benchmarked to the Standard & Poor's 500 Index ("S&P 500") and the Russell 1000 Growth Index ("R1000 Growth"). The S&P 500 is an unmanaged index with no expenses which covers 500 industrial, utility, transportation and financial companies of US markets. It is a capitalization-weighted index calculated on a total return basis with dividends reinvested. The R1000 Growth measures the performance of those Russell 1000 companies with higher price-to-book ratios and higher forecasted growth rates and dividends are reinvested. The S&P 500 Growth Index is a market capitalization weighted index consisting of those stocks within the S&P 500 Index that exhibit strong growth characteristics and dividends are reinvested.

Edgewood Management LLC claims compliance with the Global Investment Performance Standards (GIPS®). Past performance is no guarantee of future results. Performance results reflect the reinvestment of dividends and other earnings. Performance results are expressed and calculated in U.S. dollars. To receive a list of composite descriptions of Edgewood Management LLC and/or a GIPS Report that complies with the GIPS standards, contact Kitty McBride at 212-652-9100, or write to Edgewood Management LLC, 535 Madison Avenue, 15th Fl., New York, NY 10022 or KMcbride@Edgewood.com.

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.

CONTACT

JIM CARRIER

JCARRIER@EDGEWOOD.COM / 212.652.9123



EDGEWOOD
MANAGEMENT LLC