CONGRESS ASSET MANAGEMENT COMPANY

1Q 2023

SMALL CAP VALUE

Portfolio Commentary

Market Review

The first quarter of 2023 was a financial rollercoaster. A record January for stocks gradually eroded as inflation metrics refused to decline and the Federal Reserve maintained its hawkish rhetoric. The failure of Silicon Valley Bank and forced closure of Signature Bank caught markets off-guard and led to a sharp rise in risk sentiment. A broader bank crisis has been averted for now, but the upshot is likely higher borrowing costs and a mild recession later this year.

Imprudence by bankers and regulators was the proximate cause for the current banking crisis. However, the crisis has its roots in the aggressive fiscal and monetary moves undertaken during the pandemic. Starting about a year ago, the Federal Reserve (Fed) began raising the Federal Funds Rate to raise the cost of capital and nip inflation. This rate hiking cycle has dealt several blows to banks in the form of an inverted yield curve, bond losses, and lower bank deposits, a highly unusual occurrence. The combination will weigh on banks' willingness and ability to lend going forward.

Current measures of economic activity are mixed. The labor market, vital to economic stability and growth, remains strong. While there continues to be a mismatch between available jobs and willing workers, the gap is narrowing. Consumer balance sheets are beginning to show some weakness but broadly remain healthy. The nascent re-shoring of manufacturing, combined with aspirational goals of a sustainable economy, bode well for capital spending. On the other hand, leading economic indicators have broadly contracted over the last 12 months, and the inversion between the 2-year and 10-year Treasury yield persists, suggesting growth may be challenged later in the year.

Inflation appears to be on a downward trajectory, though it remains far above the Fed's 2% target. Getting there will take time, probably years, and progress will not be linear. Housing costs are a significant contributor to inflation. As a nation, we have underinvested in housing for decades. Increased demand during the pandemic, fueled by historically low mortgage rates, collided with a lack of housing to spike shelter inflation. The sharp increase in house values has stalled, but it will take at least a few more months for price stability to be reflected in the CPI. Housing stock needs to expand and will as there are more than 1.7 million housing units under construction, by far the most since 1973.

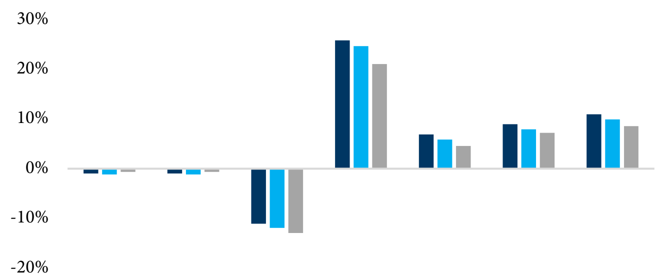
The global economic picture is equally murky. China's pandemic re-opening is gathering steam but is overshadowed in the U. S. by geopolitics and security concerns about Chinese owned social networker Tik Tok. While the continuing Russian invasion of Ukraine looms in the background, Europe has fared far better than feared. A mild winter helped contain fuel prices despite curtailed Russian supplies and continental Europe is investing to supplement its energy and power grids.

Performance Overview

The Congress Small Cap Value Portfolio ("the Portfolio") returned -1.0% (gross of fees) and -1.2% (net of fees) during the quarter while the Russell 2000 Value Index ("the Index") returned -0.7%.

The Portfolio benefited from security selection in Consumer Discretionary, Real Estate, and Consumer Staples. A relative underweight allocation to Financials also aided performance. However, security selection in Financials, Health Care, and Information Technology detracted from performance, as did a relative underweight allocation to Industrials.

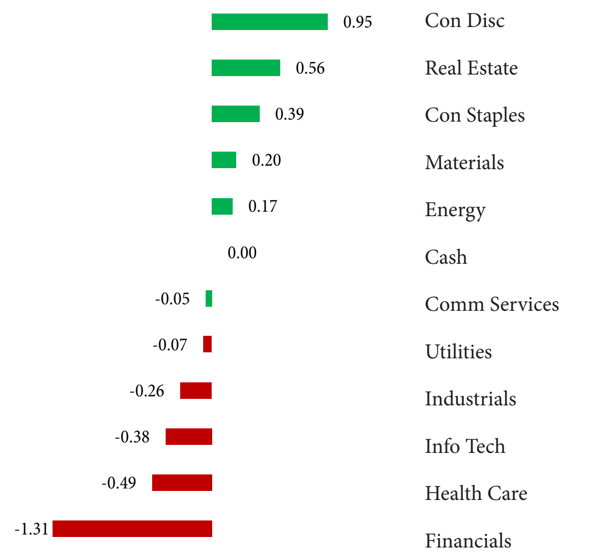
Average Annualized Performance % as of 3/31/2023



	QTD	YTD	1 Yr	3 Yrs	5 Yrs	10 Yrs	Since Inception 11/1/2010
Small Cap Value Composite (Gross)	-1.0	-1.0	-11.1	25.8	6.9	8.9	10.9
Small Cap Value Composite (Net)	-1.2	-1.2	-11.9	24.6	5.8	7.9	9.9
Russell 2000 Value	-0.7	-0.7	-13.0	21.0	4.5	7.2	8.6

Performance is preliminary and subject to change at any time.

% Total Effect Portfolio vs. Index[1]
(12/31/2022 - 3/31/2023)



Data is as of 3/31/2023. Sources throughout this presentation: Congress Asset Management, FactSet, Russell Investments, and Morningstar Direct. The information throughout this presentation is for illustrative purposes and is subject to change at any time. Holdings and sector weightings are subject to change and should not be considered investment advice or a recommendation to buy or sell a particular security. Actual holdings may vary by client. Past performance does not guarantee future results. Gross performance shown does not reflect the deduction of investment management fees and certain transaction costs, which will reduce investment performance. This information is supplemental to the GIPS Report. Performance returns of less than one year are not annualized. This managed account strategy involves risk, may not be profitable, may not achieve its objective, and may not be suitable or appropriate for all investors. Investors should consider the investment objectives, risks, and fees of this strategy carefully with their financial professional before investing. Frank Russell Company ("Russell") is the source and owner of the trademarks, service marks and copyrights related to the Russell Indexes. Netiher Russell nor its licensors accept any liablity for any errors or omissions in the Russell Indexes and/or underlying data contained in this communication. No further distribution of Russell data is permitted without Russell's express written consent. Russell does not promote, sponsor or endorse the content of this communication. [1]The information shown is for a representative account as of 3/31/2023. Actual client account holdings and sector allocations may vary.

1Q 2023 Attribution Highlights

Overall Contributors

- Security selection in Consumer Discretionary, Real Estate & Consumer Staples
- Underweight allocation to Financials

Overall Detractors

- Security selection in Financials, Health Care & Information Technology
- Underweight allocation to Industrials

Top 5 Contributors/Detractors

Stock	Avg. Weight%
M/I Homes, Inc.	2.04
Kulicke & Soffa Industries, Inc.	2.51
Group 1 Automotive, Inc.	1.64
Skechers U.S.A., Inc.	2.05
LCI Industries	1.65

Bottom 5 Contributors/Detractors

Stock	Avg. Weight%
HomeStreet, Inc.	1.93
BankUnited, Inc.	1.80
UMB Financial Corporation	1.84
Sandy Spring Bancorp, Inc.	1.64
Gitlab, Inc.	1.25

M/I Homes, Inc. (MHO) is a single-family homebuilder headquartered in Columbus, Ohio. While higher interest rates have weighed on housing demand, MHO has seen continued growth in sales as the company focuses on moderately-priced homes. We expect MHO's growth to remain more stable than many of its peers that are focused on more expensive coastal markets.

Kulicke & Soffa Industries, Inc. (KLIC) designs and produces capital equipment related to the packaging and manufacture of semiconductors. While the semiconductor cycle remains volatile, KLIC benefited from continued demand for semiconductor capital equipment given the need for smaller chips and more complex manufacturing and assembly.

Group 1 Automotive, Inc. (GPI) operates car dealerships. GPI benefited from higher new and used car prices, supply constraints, the increased complexity of cars, and car owners' increased demand for steady service.

Skechers U.S.A., Inc. (SKX) designs and sells sneakers. SKX benefited from demand for the company's shoes and its commitment to becoming the first choice for casual and active footwear. SKX sales increased at a compound average growth rate of 12% over the last three years, outpacing industry-giant Nike, which had an 8% rate over the same period.

LCI Industries (LCII) manufactures recreational vehicles and equipment. LCII benefited from increasing demand for RVs and RV equipment and has more than doubled sales over the last three years. While higher interest rates remain a risk to continued momentum, the demand for RVs remains strong as does LCII's continued growth in content per RV.

Banks dominated headlines during the quarter with the failure of Silicon Valley Bank and the closure of Signature Bank, adding deposit concerns to an inverted yield curve and tightening monetary policy. As a result, 4 of our 5 top detractors were banks. We have reviewed the Portfolio's bank exposure and remain committed to our strategy of seeking to invest in higher quality banks relative to those in our benchmark.

HomeStreet, Inc. (HMST) operates as a diversified financial company principally engaged in banking in the U.S Northwest. HMST underperformed in sympathy with the broader regional bank sell-off during the quarter. However, HMST's focus on the Seattle market, which has home price appreciation of 49% over the past 5 years, provides a backstop for its high-quality mortgage loan portfolio.

BankUnited, Inc. (BKU) is a bank holding company based in Florida. BKU underperformed in sympathy with the broader regional bank sell-off during the quarter. However, BKU's focus on the Miami market, which has home price appreciation of 76% over the past 5 years, provides a ballast to its high-quality mortgage loan portfolio.

UMB Financial Corporation (UMBF) is a bank holding company based in Kansas City, MO. UMBF underperformed in sympathy with the broader regional bank sell-off during the quarter. In contrast to SVB, UMB sources deposits from Heath Savings Accounts, where deposit levels have been largely unchanged from year end at $32 billion. This stable deposit base contributes to our positive outlook for UMB Financial.

Sandy Spring Bancorp, Inc. (SASR) is a bank holding company based in Olney, Maryland. SASR underperformed in sympathy with the broader regional bank sell-off during the quarter. However, SASR's focus on the Washington/Arlington, VA market, which has experienced 36% home price appreciation over the past 5 years, provides support to its high-quality mortgage loan portfolio.

Gitlab, Inc. (GTLB) designs and develops software solutions and is focused on providing a repository for code, audit, and value stream management that can decrease time to market. GTLB reported revenue of $122 million, up from $77 million a year ago, and ahead of expectations of $119 million. Despite the continued business momentum, shares came under pressure as macro uncertainty and deal scrutiny increased, slowing the pace of its growth.

Purchased	Sold
• Kymera Therapeutics, Inc. (KYMR) - Health Care	• FTI Consulting, Inc. (FCN) - Industrials
• Mirati Therapeutics, Inc. (MRTX) - Health Care	• Valvoline, Inc. (VVV) - Materials
• Zynex, Inc. (ZYXI) - Health Care	• Ebix, Inc. (EBIX) - Information Technology
• Huron Consulting Group, Inc. (HURN) - Industrials	• WSFS Financial Corporation (WSFS) - Financials
• Spirit Airlines, Inc. (SAVE) - Industrials	• JetBlue Airways Corp. (JBLU) - Industrials
• Napco Security Tech, Inc. (NSSC) - Information Technology	
• Western Alliance Bancorporation (WAL) - Financials	

Purchased

Kymera Therapeutics, Inc. (KYMR) is a biotech company focused on autoimmune and inflammatory diseases and cancer. Its lead drug candidate focuses on IRAK4 and its role in inflammatory and autoimmune diseases including atopic dermatitis, hidradenitis suppurtiva, and rheumatoid arthritis, and could provide a valuable treatment option in a market that is estimated to reach over $20bn in the next 3 years.

Mirati Therapeutics, Inc. (MRTX) is a targeted oncology company focused on developing breakthrough therapies. MRTX's work on the KRAS mutation in non-small cell lung cancer could provide a valuable treatment option for patients with the KRAS G12C mutation, a market that is estimated to reach almost $50 billion in the next 10 years.

Zynex, Inc. (ZYXI) produces electrotherapy products used to improve muscle stimulation for stroke victims, spinal cord rehabilitation, and other applications. Revenue grew 21% in 2022, and demand for its NexWave application increased as backlog grew by 48% year over year, representing a compelling market opportunity.

Huron Consulting Group, Inc. (HURN) is a consulting company providing financial and operational consulting services. HURN should benefit from increased demand for consultancy services in an increasingly volatile macroeconomic environment.

Spirit Airlines, Inc. (SAVE) is a low-cost airline. SAVE is well-positioned to benefit from continued strong travel demand and its shares trade at a discount to peers. While there is uncertainty given the Department of Justice suit to block the proposed acquisition by JetBlue, we believe the shares represent a compelling opportunity based on both the discount to peers and the take-over offer.

Napco Security Tech, Inc. (NSSC) manufactures security devices. NSSC has seen increased demand for its intrusion, fire, and door locking systems. The company is benefiting from the need to replace wired telephone safety systems with cellular systems, which has led to increased recurring revenue and opportunities to expand offerings to its customers.

Western Alliance Bancorporation (WAL) is a bank holding company based in Phoenix, Arizona. WAL has healthy deposit growth, and lower available-for-sale (AFS) securities and better profitability relative to the benchmark. The banking industry turmoil during the quarter allowed us to purchase WAL shares at a discount to tangible book value.

Sold

FTI Consulting, Inc. (FCN) provides consulting services focused on corporate finance and restructuring. FCN continues to perform well in its end market, but the company's market cap, now close to $7 billion, is near the upper end of the Portfolio's market cap range.

Valvoline, Inc. (VVV) makes automotive lubricants and operates a chain of oil change centers. VVV has successfully restructured its business by selling VGP, its Global Products business, to Aramco. With a $6 billion market cap, VVV shares are near the upper end of the Portfolio's market cap range.

Ebix, Inc. (EBIX) supplies software and e-commerce solutions for the insurance industry. We sold EBIX during the quarter as much of the company's growth has come through acquisition and rising interest rates have diminished the prospect for accretive acquisitions.

WSFS Financial Corporation (WSFS) is a bank holding company based in Wilmington, DE. We sold WSFS on strength as it had been trading at a premium valuation compared to many of its peers.

JetBlue Airways Corp. (JBLU) is a low-cost airline. We sold JBLU shares to purchase shares of Spirit Airlines. Travel demand remains strong for airlines, and we believe that Spirit shares offer a compelling opportunity based on the discount to the take-over price and the discount to peers.

Positioning

We remain sector and industry neutral, seeking to generate outperformance from stock selection rather than allocating capital to one sector or another.

Outlook

The outlook for corporate earnings in 2024 and the 10-year Treasury yield will likely determine the course for stocks this year. Earnings in 2023 are expected to be largely uninspiring. Many retail and consumer companies have suggested they cannot raise prices, and protecting profit margins has taken on increased importance. Inventory investments have reversed as supply chains recover - double ordering has given way to destocking. Technology companies have laid off workers in anticipation of a slowdown this year. Others have delayed projects or re-instituted fiscal discipline in their daily operations. These steps set the stage for a revenue and earnings recovery in 2024. In the interim, the stock market's valuation of approximately 16x earnings is reasonable, as investors de-emphasize current year earnings and focus on the potential for a robust rebound next year.

While bond yields dropped commensurate with the bank crisis, the long period of declining interest rates from the late 1970's – 2021 is over. Rates are likely range bound even with heightened volatility as strong demand for income persists after a period of unusually low rates. We believe the short- to intermediate-term offers the most attractive risk/reward, and we continue to

Information is as of 3/31/2023

find opportunities to increase yield while maintaining quality.

Largely under the radar, the U.S. has hit its legislated $34.1 trillion debt ceiling. History suggests that the limit will be raised, allowing the U.S. to avoid default on existing debt and to issue new debt. We expect Congress to raise the limit in late summer but only after acrimonious negotiations and risk of default. Stocks and bonds are likely to react negatively should Congress fail to act before September.

The range of potential intermediate-term economic outcomes remains wide, but recession odds have increased with recent events. As should be clear by now, neither the Fed nor the economic establishment understand the full implications of the aggressive fiscal and monetary moves undertaken during the pandemic. While uncertainty abounds, we remain confident that a focus on high-quality companies will allow investors to weather any coming storms and benefit from continued market strength.

Congress Asset Management Co. Small Cap Value Composite 1/1/2013 - 12/31/2022

Year	Total Return Gross of Fees %	Total Return Net of Fees %	Russell 2000 Value Return % (dividends reinvested)	Composite Gross 3-Yr annualized ex-post St Dev (%)	Russell 2000 Value 3-Yr annualized ex-post St Dev (%)	Number of Portfolios	Gross Dispersion %	Total Composite Assets End of Period ($ millions)	Total Firm Discretionary Assets End of Period ($ millions)	Total Firm Advisory-Only Assets End of Period ($ millions)	Total Firm Assets End of Period # ($ millions)
2022	-12.3	-13.1	-14.5	27.2	27.3	7	0.12	324	10,083	6,799	16,882
2021	33.4	32.2	28.3	25.7	25.0	6	n/a	367	12,778	8,018	20,796
2020	8.8	7.8	4.6	27.1	26.1	≤5	n/a	197	10,746	5,523	16,269
2019	26.2	25.1	22.4	16.5	15.7	≤5	n/a	185	8,445	4,083	12,528
2018	-15.5	-16.3	-12.9	15.7	15.8	≤5	n/a	235	7,102	3,132	10,234
2017	16.9	15.8	7.8	13.9	14.0	≤5	n/a	244	7,272	3,274	10,546
2016	18.4	17.2	31.7	15.4	15.7	≤5	n/a	283	n/a	n/a	n/a
2015	-7.6	-8.4	-7.5	13.6	13.7	≤5	n/a	266	n/a	n/a	n/a
2014	6.2	5.2	4.2	12.5	13.0	≤5	n/a	0.4	n/a	n/a	n/a
2013	45.5	44.1	34.5	15.9	16.1	≤5	n/a	0.1	n/a	n/a	n/a

#The "Total Firm Assets" column includes unified managed account (UMA) assets
Congress Asset Management claims compliance with the Global Investment Performance Standards (GIPS®) and has prepared and presented this report in compliance with the GIPS standards. Congress Asset Management has been independently verified for the periods 1/1/96 – 12/31/22. 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.

Firm Information: Congress Asset Management Co. (CAM) is an investment advisor registered with the Securities and Exchange Commission under the Investment Advisers Act of 1940. Registration does not imply a certain level of skill or training. CAM manages a variety of public equity, private equity, fixed income, and ETF managed portfolios for private and institutional clients. CAM acquired Prelude Asset Management, LLC on March 15, 2010. CAM merged with Congress Capital Partners, LLP on June 30, 2015. CAM acquired certain strategies of Century Capital Management, LLC on September 15, 2017.

Composite Characteristics: The Small Cap Value Composite was created on March 31, 2014 and the inception date is November 1, 2010. Performance prior to September 15, 2017 was generated by Century Capital Management, LLC. Performance prior to March 1, 2014 was generated before the Portfolio Manager became affiliated with Century Capital Management, LLC. The Portfolio Manager was the only individual responsible for selecting securities to buy and sell and the investment decision-making process remained intact. Accordingly, composite performance is linked to performance generated prior to March 1, 2014. Because CAM acquired certain strategies of Century Capital Management, LLC on September 15, 2017, Total Firm Assets are shown as n/a for periods prior to the acquisition date. All portability requirements with respect to GIPS have been met. The composite includes all fully discretionary portfolios with a value over $100 thousand (US dollars) managed in the small cap value style for a minimum of one full month. The small cap value strategy generally invests in the equity of companies with market capitalizations between $50 million and $5 billion or that are within the range of the Russell 2000 Value Index (at the time of purchase) that trade at a discount to intrinsic value or whose earnings growth is under appreciated by the street. Prior to October 1, 2017, there was no minimum value for inclusion. The composite contained proprietary non-fee-paying assets which represented 100% of total composite assets as of December 31, 2014 and 0.14% of composite assets as of December 31, 2015 and 0.17% as of December 31, 2016. The benchmark is the Russell 2000 Value Index. The benchmark returns are not covered by the report of independent verifiers. Closed account data is included in the composite as mandated by the standards in order to eliminate a survivorship bias. A list of composite descriptions, a list of broad distribution pooled funds, and a list of limited distribution pooled fund descriptions are available upon request.

Calculation Methodology: Valuations and returns are computed and stated in U.S. dollars. Gross of fees returns are calculated gross of management and custodial fees and net of transaction costs. Prior to January 1st, 2021, net of fees returns are calculated by reducing monthly gross returns by 1/12th of the maximum applicable annual management fee, which is 0.95%. Effective January 1st, 2021, net of fee returns are calculated on a daily basis by reducing the daily gross return by a daily equivalent of the highest stated management fee. For periods ended on or before March 31, 2011, the maximum applicable management fee was 1% on the first $50 million. For periods beginning after March 31, 2011, the maximum applicable management fee is 0.95% on the first $50 million of assets. The composite results portrayed reflect the reinvestment of dividends, capital gains, and other earnings when appropriate. Accruals for equity securities are included in calculations. Internal dispersion is calculated using the asset-weighted standard deviation of annual gross-of-fees returns of those portfolios that were included in the composite for the entire year. For those years when less than six portfolios were included in the composite for the full year, no dispersion measure is presented. The three-year annualized ex-post standard deviation measures the variability of the composite and the benchmark returns over the preceding 36-month period. It is not presented for 2011 and 2012 because 36-month returns were not available.

Fee Schedule: The firms' individual account fee schedule is as follows: 1.00% for first $1 million, 0.80% for next $4 million, 0.60% for next $5 million. Management fees for individual accounts with assets under management exceeding $10 million, and for institutional accounts are negotiated. The individual account fee schedule may be subject to negotiation where circumstances warrant. As fees are typically deducted quarterly, the compounding effect will increase the impact of the fees by an amount directly related to the gross account performance. For example, an account earning a 10% annual gross return with a 1% annual fee deducted quarterly would earn an 8.9% annual net return due to compounding.

Other Disclosures: Policies for valuing investments, calculating performance, and preparing GIPS Reports are available upon request. Past performance does not guarantee future results. This performance report should not be construed as a recommendation to purchase or sell any particular securities held in composite accounts. Market conditions can vary widely over time and can result in a loss of portfolio value. 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.