

## INVESTMENT STRATEGY

The value of a company is ultimately determined by its cash flow generation and capital allocation. Astute in-depth research can identify mispriced companies whose valuations offer a compelling risk/reward tradeoff. Our research focuses on companies with substantial free cash flow, above average financial strength and attractive valuations where management has demonstrated a history of managing the firm and allocating capital in the best interest of shareholders.

## KEY ADVANTAGES

- **Disciplined** adherence to value investment philosophy
- **Deep industry experience** across multiple asset classes
- **Intensive research** from a team of talented analysts
- **Outstanding client service** and communication

## STRATEGIES

- Large Cap Value Equity
- Mid Cap Value Equity
- SMid Cap Value Equity
- Small Cap Value Equity
- Micro Cap Value Equity
- All Cap Value Equity

## ABOUT MESIROW FINANCIAL

Mesirow Financial, founded in 1937, is a diversified financial services firm serving the needs of both individuals and institutions. Mesirow Financial's investment advisory affiliates manage approximately \$58.8 billion in assets, of which \$32.9 billion are in currencies and commodities, for corporations, public and private pension plans, charitable organizations and individuals.

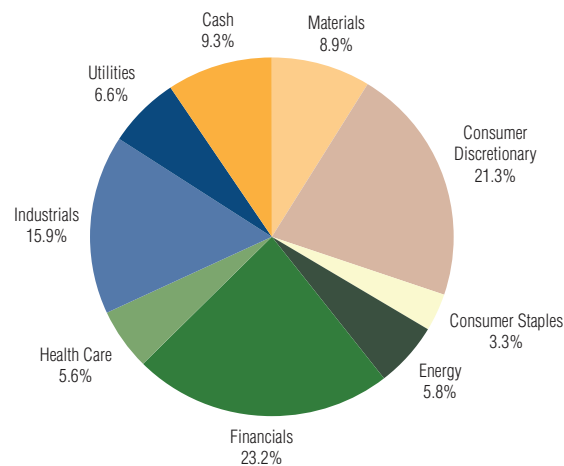
## CHARACTERISTICS

	MESIROW FINANCIAL	S&P 600*
Wtd. Avg. Market Cap (\$MM)	1,871	1,195
Median Market Cap (\$MM)	1,476	681
P/E Trailing 12 mos.	17.8	21.3
Dividend Yield (%)	1.1	1.2
Forward Earnings Growth 12 mos.	26.1	7.4
Free Cash Flow Yield	5.0	4.0
ROE Trailing 12 mos. (%)	10.7	7.6

Sources: Bloomberg and MSCI

\*The S&P SmallCap 600 Index measures a segment of the market that is typically known for poor trading liquidity and financial instability. It is designed to be an efficient portfolio of companies that meet specific inclusion criteria to ensure that they are investable and financially viable.

## SECTOR ALLOCATION



## TOP 10 HOLDINGS (%)

1. Children's Place Retail Stores	4.3
2. Coinstar	3.9
3. 99 Cents Only Stores	3.7
4. NewMarket	3.4
5. Wabtec	2.9
6. Silgan Holdings	2.8
7. Deckers Outdoor	2.8
8. Rayonier	2.6
9. Group 1 Automotive	2.5
10. Allegiant Travel Company	2.5

## TOP 5 SECTORS (%)

1. Financials	23
2. Consumer Discretionary	21
3. Industrials	16
4. Materials	9
5. Utilities	7