



Strategy Highlights

Style: U.S. Smid Cap, Valuation Sensitive Quality
Holdings range: 60-90
Strategy Assets*: \$10 million
Inception Date: December 31, 2012

Objective

Outperform the Russell 2500 Index over a complete market cycle with lower overall risk.

Philosophy

- High-quality companies tend to outperform the market.
- Positive change can be as profitable as persistent excellence.
- Valuation discipline enhances returns.

Approach: Fundamental, Bottom-up

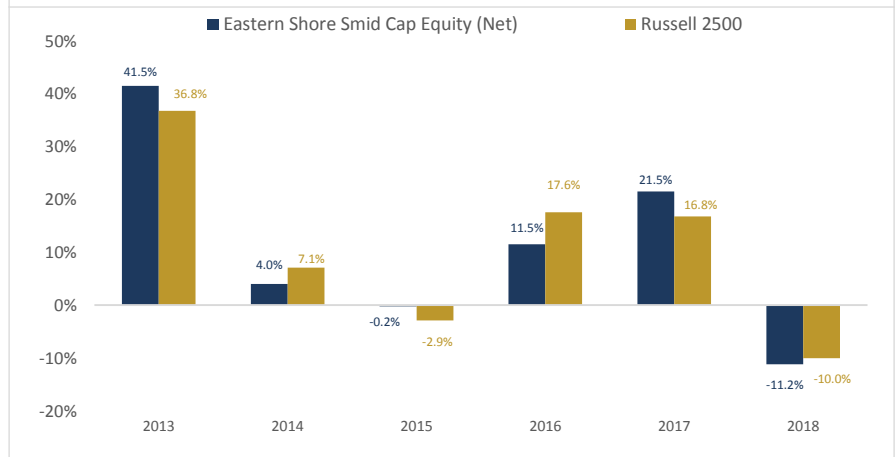
Firm Overview:

- An investment boutique specializing in long-only U.S. Small and Smid cap equities.
- Privately owned, 73.6% by active partners.
- A division of Moody Aldrich Partners, an SEC registered investment advisor formed in 1988.

Performance Statistics *as of 12/31/2018***

	3 Years	5 Years	Since Inception [†]
Alpha (Annualized)	-0.2	0.1	0.6
Beta	1.0	1.0	1.0
Upside Capture	95.9	100.7	104.0
Downside Capture	96.7	99.6	99.6
Batting Average	0.5	0.5	0.5
Sharpe Ratio	0.4	0.3	0.7
Information Ratio	0.0	0.1	0.2

Calendar Year Returns**



Portfolio Characteristics*

	Smid Cap Equity	Russell 2500
Wtd. Average Market Cap	\$6,174.7M	\$4,508.0M
5-Year Earnings Growth Est.	9.7%	11.0%
Dividend Yield (LTM)	0.9%	1.8%
Price/Earnings (FY1)	20.2x	16.0x
Price/Book	3.3x	2.2x
Standard Deviation (SI) [†]	14.5%	14.9%
Sharpe Ratio (SI) [†]	0.7	0.7
Active Share	91.0%	--
# of Holdings	86	2,513

Performance Summary *(thru 12/31/2018)***

	ESCM Smid Cap Equity	ESCM Smid Cap Equity	Russell 2500	Strategy Excess Return	Strategy Excess Return
	GROSS (%)	NET (%)	(%)	GROSS (%)	NET (%)
4Q 2018	-20.8	-20.99	-18.49	-2.31	-2.50
1 Year (Annualized)	-10.49	-11.20	-10.00	-0.49	-1.20
3 Year (Annualized)	7.15	6.33	7.32	-0.17	-0.99
5 Year (Annualized)	5.34	6.33	5.15	0.19	-0.61
Since Inception [†] (Annualized)	10.79	9.95	9.86	0.93	0.09

*This information is presented as supplemental to the fully compliant GIPS® presentation, which is available upon request at information@eshorecap.com or by calling (781) 639-2750. Statistics are calculated using gross of fee performance. Performance Statistics are calculated using the Russell 2500 Index. As of December 31, 2018, Eastern Shore Capital Management manages or advises \$10 Million for its smid cap equity clients, with \$10 Million in assets under management and \$0 in advisory-only Unified Managed Account ("UMA") business.

**Past performance is no guarantee of future results. Please see the reverse side of this document for additional required GIPS® disclosures.

[†]Inception date is 12/31/12.



EASTERN SHORE
CAPITAL MANAGEMENT
A Division of Moody Aldrich Partners

Smid Cap Equity

Fourth Quarter 2018

FACT SHEET

PORTFOLIO MANAGERS



Robert Barringer, CFA

- Chief Investment Officer, Partner, Founder of Eastern Shore
- Creator of the Eastern Shore's investment process while at a prior firm. In 2012, founded Eastern Shore and brought his track record.
- Over 30 years of investment experience
- Wesleyan University
- Harvard Business School



James O'Brien, CFA

- Partner, Founder of Eastern Shore
- Over 25 years of investment experience
- Bentley University, Masters Certificate in Accountancy and a B.S. Degree in Economics and Finance



Sarah Westwood, CFA, CMT

- Partner
- Over 20 years of investment experience
- Veteran, Operation Iraqi Freedom
- Wellesley College

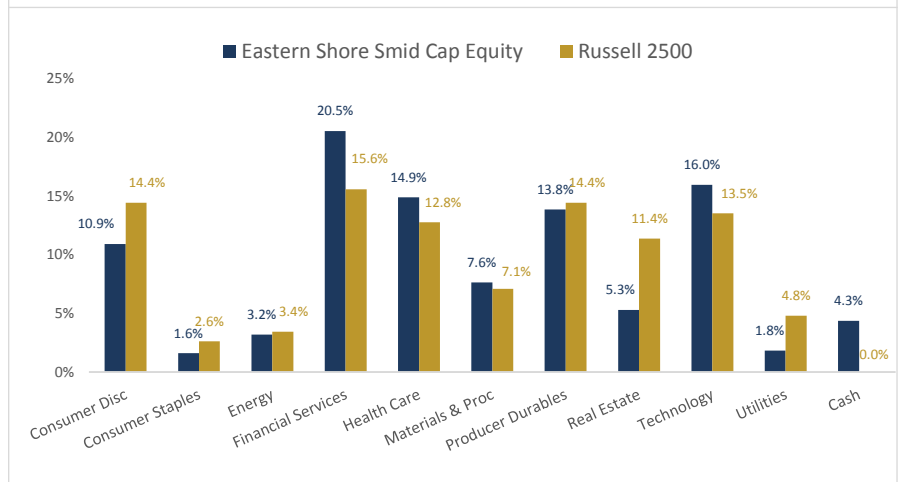
OFFICE CONTACT

18 Sewall Street
Marblehead, MA 01945

Phone
(781) 639-2750

Fax
(781) 639-2751

Sector Weights as of 12/31/2018**



Top Ten Holdings**

Name	Symbol	Weight (%)
Bio-Techne Corporation	TECH	2.8
Jack Henry & Associates, Inc.	JKHY	2.5
Green Dot Corporation Class A	GDOT	2.4
Sun Communities, Inc.	SUI	2.2
Broadridge Financial Solutions, Inc.	BR	2.1
HEICO Corporation Class A	HEI.A	2.0
Hexcel Corporation	HXL	1.9
TransUnion	TRU	1.9
West Pharmaceutical Services, Inc.	WST	1.8
Ingevity Corporation	NGVT	1.8
Percentage of Total Portfolio		21.4

The Eastern Shore Capital Management Smid Cap Equity Composite contains all fully discretionary equity accounts managed in the Smid Cap Equity style which seeks capital appreciation through stock selection by investing in 60-90 stocks with market capitalizations approximating those of the Russell 2500 Index at purchase. For comparison purposes, the Eastern Shore Capital Management Smid Cap Equity composite performance is measured against Russell 2500 Index. There is no minimum account size for this composite. The strategy is managed by Eastern Shore Capital Management, a division of Moody Aldrich Partners, LLC.

Eastern Shore Capital Management claims compliance with the Global Investment Performance Standards (GIPS®). Eastern Shore Capital Management is a division of Moody Aldrich Partners, LLC. Moody Aldrich Partners, LLC is an independent SEC registered investment adviser. The firm maintains a complete list and description of composites, policies for valuing portfolios, calculating performance and preparing compliant presentations, which is also available upon request.

Past performance is not necessarily indicative of future results. This document includes returns for the Russell 2500 Index. The Russell 2500 Index measures the performance of the small to mid-cap segment of the U.S. equity universe, commonly referred to as "Smid" cap. The Russell 2500 is a subset of the Russell 3000® Index. It includes approximately 2500 of the smallest securities based on a combination of their market cap and current index membership. This index is not intended to be a direct benchmark for a particular strategy, nor is intended to be indicative of the type of assets in which a particular strategy may invest. The assets invested in on behalf of a client will likely be materially different from the assets underlying this index, and will likely have a significantly different risk profile. Performance statistics, portfolio characteristics, portfolio holdings and other information included in this presentation are targets only and may change without notice to the client. The value of investments can go down as well as up. A client may not get back the amount invested.

*Inception date is 12/31/12.

Returns are presented gross and net of management fees and include the reinvestment of all income. Net of fee performance was calculated using actual management fees. More information about such fees and expenses applicable to a client's investment are generally available in the Form ADV Part 2A of Moody Aldrich Partners, LLC, which is publicly available and upon request and provided to every client (along with Form ADV Part 2B) prior to investment. Actual returns may vary from the performance information presented. All performance numbers are expressed in US Dollars. This product does not use leverage, derivatives or short positions in its portfolio.

The information contained in this document is subject to updating and verification and may be subject to amendment. No representation or warranty is expressed as to the accuracy of the information contained in this document and no liability is given by Eastern Shore Capital Management as to the accuracy of the information contained in this document and no liability is accepted for any such information. This document and the information contained within it are confidential and intended solely for the use of the individual or entity to whom they are addressed. If you are not the named addressee you should not disseminate, distribute or copy this document or any of the information contained within it. If you are not the intended recipient you are notified that disclosing, copying, distributing or taking any action in reliance on the contents of this information is strictly prohibited.

**This information is presented as supplemental to the fully compliant GIPS® presentation, which is available upon request at information@eshorecap.com or by calling (781) 639-2750. The securities identified and described do not represent all of the securities purchased, sold or recommended for client accounts. The reader should not assume that an investment in the securities identified was or will be profitable. Statistics are calculated using gross of fee performance. The securities identified and described are that of a model portfolio and may not represent all of the securities purchased, sold or recommended for client accounts. Securities held in actual client portfolios may differ as a result of client size, client-imposed investment restrictions, the timing of client investments, and market and economic considerations. The reader should not assume that an investment in any of the securities identified was or will be profitable.