

Driehaus Event Driven Strategy

Investment Philosophy

- Corporate events and special situations – such as M&A, spin-offs, restructurings and complex business models – create market inefficiencies and provide a consistent source of attractively mispriced securities, across the capital structure.
- In-depth, fundamental research and the ability to invest globally and across companies' capital structures offers opportunities to identify superior risk-adjusted investments.
- Investing in highly liquid securities promotes nimbleness and helps mitigate risk.

% Month-End Performance (as of 10/31/20)

	Annualized							
	MTH	QTR	YTD	1 Year	3 Year	5 Year	10 Year	Inception ¹
Driehaus Event Driven - Gross	0.74	0.74	12.36	17.44	10.89	8.70	n/a	7.10
Driehaus Event Driven - Net	0.66	0.66	11.51	16.39	9.84	7.45	n/a	5.84
S&P 500 Index ²	-2.66	-2.66	2.77	9.71	10.42	11.71	n/a	12.88
FTSE 3-Month T-Bill Index ³	0.01	0.01	0.56	0.86	1.62	1.16	n/a	0.76

Source: Driehaus Capital Management, FactSet
Data as of October 31, 2020

The performance data represents the strategy's composite of event driven accounts managed by Driehaus Capital Management LLC (DCM) (the composite). These returns are estimated for the period as all underlying accounts have not yet been reconciled. All rates of return include reinvested dividends and other earnings. Net of fee returns reflect the payment of advisory fees and in some instances, other fees and expenses such as administrative and transfer fees while the gross of fee returns do not. Both are net of brokerage commissions charged to the accounts. The performance data shown above represents past performance and does not guarantee future results. Current performance may be lower or higher than the performance data quoted. The performance results for the composite are shown in comparison to an index. The index is not actively managed and does not reflect the deduction of any advisory or other fees and expenses. While the securities comprising the index are not identical to those in the composite, DCM believes this comparison may be useful in evaluating performance. Please see the notes section for other important information.

¹The Driehaus Event Driven Strategy has an inception date of 2/1/13. ²The Standard & Poor's ("S&P") 500 Index consists of 500 stocks chosen for market size, liquidity, and industry group. It is a market-weighted index (stock price times number of shares outstanding), with each stock's weight in the index proportionate to its market value. ³The FTSE 3-Month T-Bill Index is designed to mirror the performance of the 3-Month U.S. Treasury Bill. The FTSE 3-Month T-Bill Index is unmanaged and its returns include reinvested dividends. ⁴Since inception (2/1/13).

The Driehaus Event Driven Strategy seeks to provide:

- Attractive risk-adjusted returns
- Low correlations to major asset classes
- Less than two-thirds the volatility of S&P 500 Index
- Idiosyncratic risk exposures

Facts

Inception Date	2/1/13
Composite Assets Under Management	\$513M
Firm Assets Under Management	\$10.2B

Portfolio Concentration Flexible, best ideas approach, historically 25-50 trades

Executive Summary

Long Exposure	\$377,038,055
Short Exposure	\$(84,255,163)
Net Exposure	\$292,782,893
Net Exposure % of AUM	57.12%
Gross Exposure	\$461,293,218
Gross Exposure % of AUM	89.99%

Portfolio Summary

100 Day Volatility	12.14%
S&P 500 Index 100 Day Volatility	20.76%
Beta vs. S&P 500 Index ⁴	0.31
Beta vs. ICE BofA Merrill Lynch US High Yield Index ⁴	0.79
Beta vs. Bloomberg Barclays US Aggregate Bond Index ⁴	(0.26)
Correlation vs. S&P 500 Index ⁴	0.61
Correlation vs. ICE BofA Merrill Lynch US High Yield Index ⁴	0.47
Correlation vs. Bloomberg Barclays US Aggregate Bond Index ⁴	(0.10)

Portfolio Management

Michael Caldwell, Portfolio Manager
13 years of industry experience

Tom McCauley, Portfolio Manager
14 years industry experience

Yoav Sharon, Portfolio Manager
15 years industry experience

Driehaus Event Driven Strategy

Strategy Information

Types of events in which the strategy frequently invests include:

Bond Catalyst Driven

Event-driven trades that are expressed predominately through bond positions.

Deep Value

Trade that attempts to capture the mispricing of an extremely undervalued security.

Equity Catalyst Driven

Event-driven trades that are expressed predominately through equity positions.

Portfolio Hedge

A hedge to an unwanted factor exposure, such as equity, volatility, credit or interest rate risk.

Risk Arbitrage

Trades that attempt to capture a valuation discrepancy between similar securities.

Characteristics

Fixed Income	
Effective Duration	-0.11 Years
Spread Duration	1.5 Years
Average % of Par – Long Credit	90.09%
Average % of Par – Short Credit	97.17%
Equity	
Weighted Average Market Capitalization (USD in billion)	21.09
Weighted Harmonic Average P/E using FY1 Estimation	12.8x

Investment Strategies

	Gross Exposure
Bond Catalyst Driven	18.5%
Deep Value	0.7%
Equity Catalyst Driven	55.3%
Portfolio Hedge	16.1%
Risk Arbitrage	9.3%
Total	100.0%

Sectors

GICS ¹	Gross Exposure
Communication Services	9.4%
Consumer Discretionary	3.0%
Consumer Staples	0.1%
Energy	1.6%
Financials	27.8%
Health Care	48.7%
Industrials	3.8%
Information Technology	0.0%
Materials	0.0%
Real Estate	3.9%
Utilities	1.9%
Other ²	0.0%
Total	100.0%

Asset Class

	Gross Exposure
Equity	79.6%
Derivatives	0.2%
Fixed Income	20.3%

Region³

	Gross Exposure
United States	91.3%
Developed	8.7%

Source: Driehaus Capital Management, FactSet

Data as of October 31, 2020

¹The Global Industry Classification Standard (GICS), a collaboration between Standard & Poor's and Morgan Stanley Capital International, is a system of classification that identifies a company according to its business activity.

²The Other Industry Sector data is not categorized within the GICS classification system.

³Region exposure is based on country of domicile.

Driehaus Event Driven Strategy

Driehaus Capital Management LLC (DCM) is a registered investment adviser with the United States Securities and Exchange Commission (SEC). DCM provides investment advisory services using growth equity, value and credit strategies to individuals, organizations, and institutions. The firm consists of all accounts managed by DCM (the Company). Prior to October 1, 2006, the firm included all accounts for which Driehaus Capital Management (USVI) LLC (DCM USVI) acted as investment adviser. On September 29, 2006, DCM USVI ceased conducting its investment advisory business and withdrew its registration as a registered investment adviser with the SEC. Effective September 30, 2006, DCM USVI retained DCM as investment adviser to these accounts.

DCM claims compliance with the Global Investment Performance Standards (GIPS®).

COMPOSITE OBJECTIVES AND ACCOUNTS ELIGIBLE FOR THE EVENT DRIVEN COMPOSITE

The Driehaus Event Driven Composite represents all "event driven" accounts over which the Company exercises discretionary investment authority of both cash and securities using the same investment objective and philosophy. The Composite was created in February 2013.

The strategy seeks investment opportunities where a catalyst has been identified that is expected to occur within the near to intermediate term, generally within 12 months, to unlock the value embedded in the investment opportunity. Trades will often center on corporate events, such as earnings, product cycles, restructurings, corporate actions, market dislocations or portfolio hedges.

The strategy invests in a broad range of asset classes, including fixed income, loans, stocks, American Depositary Receipts and Global Depositary Receipts, options, futures and swaps. Securities held are issued by, or are in reference to U.S. and non U.S. companies. The strategy may also invest in currencies as well as engage in a variety of arbitrage trading strategies.

PERFORMANCE RESULTS

Asset-weighted, net of fee and gross of fee composite returns are presented. Monthly composite returns are calculated as the sum of the monthly returns of each account weighted by the account's beginning monthly value as compared to the Composite total. For periods prior to November 1, 2004, time-weighted account rates of return were calculated on a monthly basis and allowed for the effect of cash additions and withdrawals using the Modified-Dietz method. If a cash contribution or withdrawal exceeded 10% of an account's value, the account was revalued and the return was calculated for the interim period. Effective November 1, 2004, account rates of return are calculated on a monthly basis by geometrically linking daily returns. Monthly composite returns are geometrically linked to determine annual composite returns.

Net of fee returns reflect the payment of advisory fees and in some instances, other fees and expenses such as administrative and transfer fees while the gross of fee returns do not. Both are net of brokerage commissions charged to the accounts.

The annualized rate of return is presented as the level annual rate which, if earned for each year in a multiple-year period, would produce the actual cumulative rate of return over that period.

For event driven accounts, valuations and returns are computed and stated in U.S. dollars. Securities transactions, which include brokerage commissions, are recorded on a trade date basis and where information is available, income and expense items are recorded on an accrual basis and income and expense items are recorded on an accrual basis. Returns are presented on a pretax basis. Leverage is not a part of the Company's investment strategy for this Composite.

Past performance is not indicative of future results. All investments have risks and you could lose money. Other methods may produce different results and the results for individual accounts and for different periods may vary depending on market conditions and the composition of the account. Care should be used when comparing these results to those published by other investment advisers, other investment vehicles and unmanaged indices due to possible differences in calculation methods.

Additional information regarding policies for valuing portfolios, calculating and preparing compliant composite presentations are available upon request. A complete listing and description of all composites is also available upon request. Please contact our sales, marketing and relationship management department at 312-932-8621.

Terms

Beta: A measure describing the relation of a portfolio's returns with that of the financial market as a whole.

Effective Duration: Duration calculation for bonds with embedded options. Effective duration takes into account that expected cash flows will fluctuate as interest rates change.

Spread Duration: The sensitivity of the price of a bond to a 100 basis point change to its option-adjusted spread.

Sharpe ratio: Calculated by finding the portfolio's excess return and then dividing by the portfolio's standard deviation.

TAX EFFECT

The rates of return presented are determined without regard to U.S. tax consequences. Income tax may be withheld on income depending on the tax laws of each country and its treaty, if any, with the U.S. Such withholding taxes are reflected in the performance of accounts.

INDICES

The performance results for the Composite are shown in comparison to indices. While the securities comprising the indices are not identical to those in any account in the Composite, the Company believes this may be useful in evaluating performance. The indices are not actively managed and do not reflect the deduction of any advisory or other fees and expenses.

The Standard & Poor's ("S&P") 500 Index consists of 500 stocks chosen for market size, liquidity, and industry group. It is a market-weighted index (stock price times number of shares outstanding), with each stock's weight in the index proportionate to its market value.

The FTSE 3-Month T-Bill Index is designed to mirror the performance of the 3-Month U.S. Treasury Bill. The Citigroup 3-Month T-Bill Index is unmanaged and its returns reflect reinvestment of all distributions and changes in market prices.

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[The most recent annual GIPS compliant presentation is available here.](#)

For more information about Driehaus Capital Management LLC, please contact us at 312.932.8621.