

Nuance Concentrated Value Composite Perspectives



August 31, 2015

from Montage Investments

Description of the Product

The Nuance Concentrated Value Composite is a classic value investment product investing primarily in the equity or equity-linked securities of United States based companies. The product will typically maintain 15-35 positions in the securities of companies that, in the opinion of the Nuance Investments Team, have leading and sustainable market share positions, above average financial strength, and are trading at prices materially below our internally derived view of intrinsic value. The product's primary benchmark is the Russell 3000 Value Index. Clients may also compare the product to the S&P 500 Index.

Portfolio Managers



Scott Moore, CFA
President & CIO
23 Years of Experience

Chad Baumler, CFA
Vice President
8 Years of Experience

Risk-Adjusted Returns Rankings¹

1ST PERCENTILE

Lipper
Category: Multi-Cap Value
Ranking vs. Peers: 1st of 223

Morningstar
Category: Large Value
Ranking vs. Peers: 1st of 1,200

Morningstar
Category: Mid-Cap Value
Ranking vs. Peers: 1st of 410

Longer Term Performance Update

Since Inception Return: The total return (since inception on 11/13/08 through 8/31/15) is 18.4 percent (annualized and net of fees) versus the Russell 3000 Value Index up 13.0 percent and the S&P 500 Index up 14.5 percent. We are clearly quite pleased with this level of outperformance over time.

Risk-Adjusted Returns: Our Sharpe Ratio (since inception on 11/13/08 through 8/31/15) was 1.4 (net of fees) versus Russell 3000 Value Index at 0.8 and the S&P 500 Index at 1.0.

Peer Group Returns through 6/30/15: Comparing our product to peers displays excellent results over time. On a total return basis, since 11/30/08, we ranked 18th of 1,200 (2nd percentile) peer group members in the Morningstar Large Cap Value universe, 117th of 410 (28th percentile) in the Morningstar Mid-Cap Value universe and in the Lipper Multi-Cap Value universe we ranked 28th of 223 (12th percentile).

Peer Group Risk-Adjusted Return through 6/30/15: On a risk-adjusted return basis, since 11/30/08, (measured by the Sharpe Ratio) we ranked 1st of 1,200 (1st percentile) peer group members in the Morningstar Large Cap Value universe, 1st of 410 (1st percentile) in the Morningstar Mid-Cap Value universe and in the Lipper Multi-Cap Value universe we ranked 1st of 223 (1st percentile).

Peer Group Analysis 11/30/2008 - 06/30/2015	Since Inception APR ¹	Standard Deviation (A) ¹	Sharpe Ratio (A) ¹
Nuance Concentrated Value Composite (Gross)	20.0	13.2	1.5
Nuance Concentrated Value Composite (Net)	19.3	13.2	1.5
Lipper Multi-Cap Value Funds Peer Group (Median)	15.2	15.9	0.9
Peer Group Ranking	28 of 223 (12th)	12 of 223 (5th)	1 of 223 (1st)

Morningstar Large Value Peer Group (Median)	14.2	15.3	0.9
Peer Group Ranking	18 of 1,200 (2nd)	177 of 1,200 (15th)	1 of 1,200 (1st)
Morningstar Mid-Cap Value Peer Group (Median)	18.0	16.8	1.0
Peer Group Ranking	117 of 410 (28th)	3 of 410 (1st)	1 of 410 (1st)

Performance 11/13/2008 - 08/31/2015	APR [*]	TR [*]	Standard Deviation [*]	Sharpe Ratio [*]	5 Years	3 Years	1 Year	2015 YTD
Nuance Concentrated Value Composite (Gross)	19.1	227.3	13.2	1.4	17.5	16.3	(3.1)	(0.5)
Nuance Concentrated Value Composite (Net)	18.4	214.8	13.2	1.4	16.7	15.5	(3.9)	(1.0)
Russell 3000 Value Index	13.0	130.0	15.9	0.8	14.6	13.8	(3.6)	(6.2)
S&P 500 Index	14.5	150.6	14.5	1.0	15.9	14.3	0.5	(2.9)

¹Since Inception

Shorter Term Performance Update (Two Year and Year-to-Date)

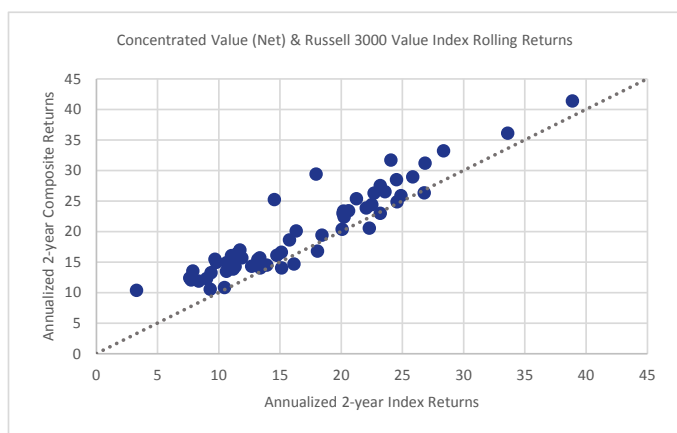
11/13/2008 - 08/31/2015	Rolling 2-Year Periods		Current 2-Year Period as of 8/31/15	
	Periods Beating the Index	Composite Avg (%) Net of Fees ¹	Russell 3000 Value Index Avg (%)	
Nuance Concentrated Value Composite	52/58	90%	10.5	9.3

Your team at Nuance cautions clients regarding the use of short-term performance as a tool to make investment decisions. That said, if a client wants to consider our short-term performance we recommend emphasizing two-year rolling periods since our inception. Our normal discussion of short-term performance will center on two-year performance, but we will also note calendar year to date results as is our tradition.

For the period ending August 31, 2015, the Nuance Concentrated Value Composite two year rolling return is up 10.5 percent (net of fees) versus the Russell 3000 Value Index up 9.3 percent and the S&P 500 Index up 12.2 percent. Overall, we have outperformed in 52 out of the available 58 two-year periods as shown in the chart labeled Rolling 2-Year Return Periods.

Year-to-date, the Nuance Concentrated Value Composite was down -1.0 percent (net of fees) versus the Russell 3000 Value Index down -6.2 percent and the S&P 500 Index down -2.9 percent.

¹Average return shown is the average of all month end rolling two year periods.



Calendar Year Performance as of 08/31/2015	11/13/08 - 12/31/08	2009	2010	2011	2012	2013	2014	YTD 2015
Nuance Concentrated Value Composite (Gross)	4.4	42.2	18.8	6.8	18.4	35.3	8.9	(0.5)
Nuance Concentrated Value Composite (Net)	4.4	41.7	18.1	6.2	17.7	34.4	8.0	(1.0)
Russell 3000 Value Index	0.3	19.7	16.2	(0.0)	17.6	32.7	12.6	(6.2)
S&P 500 Index	(0.4)	26.4	15.0	2.1	16.0	32.3	13.6	(2.9)

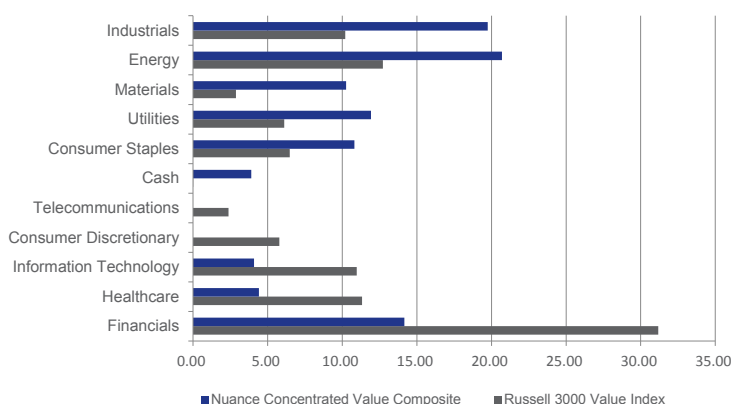
Composition of the Portfolio as of 08/31/15

Portfolio Characteristics ³ as of 08/31/15	Nuance Concentrated Value Composite	Russell 3000 Value Index
Weighted Average Market Cap	35.1b	92.5b
Median Market Cap	4.6b	1.4b
Price to Earnings (internal and ttm)*	12.4x	16.5x
Forward Price to Earnings	17.0x	14.4x
Dividend Yield	2.9%	2.6%
Return on Equity	21.7%	13.2%
Return on Assets	6.9%	4.7%
Active Share vs Russell 3000 Value	95.4%	-
Upside/Downside Capture Ratio vs Russell 3000 Value	89.3%/58.1%	-
Number of Securities	23	1,999

We continue to be pleased with the overall composition of the portfolio. Remember that we are seeking investment opportunities in leading business franchises with better than average valuation support. Using the table below, you can see that the portfolio has a Price to Earnings ratio of 12.4x versus the Russell 3000 Value Index of 16.5x. We are achieving this ratio with a portfolio of companies that have return on assets of 6.9 percent versus the Russell 3000 Value Index of 4.7 percent. This dichotomy of above average companies selling at below average multiples has the opportunity for outperformance over the long-term, in our opinion.

³Based on Nuance internal estimates and benchmarked against the above noted Russell index.

Sector Weights and Portfolio Positioning as of 08/31/15



Overall, our portfolio has been relatively stable from a sector weighting perspective following our weighting additions in the Energy, Finance and Industrial sectors on underperformance that occurred in the last several months of 2014 and very early in 2015. We are now clearly overweight the Energy and Industrial sectors. Our underweights include the Consumer Discretionary sector as the combination of fully valued to overvalued stocks and evolving competitive positions make it difficult to find ideas that fit our process. We are also underweight the Real Estate Investment Trust (REIT) industry, the Information Technology sector and the Healthcare sector as those spaces continue to appear fully valued or overvalued driven broadly by what we have termed the chase for yield or recent market momentum particularly in Technology.

Stocks We Added to Your Portfolio (August 2015):

MSA Safety Inc. (MSA): MSA is one of the world's leading providers of a variety of safety related equipment products that protect people and infrastructures. Core products include breathing apparatuses, gas detection instruments, head protection and fall protection systems. Recent market volatility resulted in an excellent entry point for this well financed and market share gaining business.

Lindsay Corp. (LNN): We have re-entered LNN as recent poor results across much of the agriculture industry led to a valuation opportunity in the stock. With net cash on the balance sheet, a very large share buyback plan and longer term growth in the precision irrigation space that we believe will be a longer term market share winner versus more traditional irrigation options, we like the risk reward of LNN.

Wal-Mart Stores Inc. (WMT): We have entered WMT's stock for the first time in the history of Nuance. Multiple years of underperformance and significant competitive transition has led to today's opportunity. Today WMT is over 60% grocery stores sales- which are gaining market share nicely, 10% Sam's Club- which is holding market share, 10% health and beauty- which is holding market share and 20% discount retail. We would also note that WMT is the world's 3rd largest internet retailer and as such has an opportunity to retain and attack the retail transition towards more internet sales. With solid and stable returns on capital, a conservative balance sheet with under-appreciated real estate value and following significant underperformance due to lower near term earnings expectations, we think the risk reward is now compelling.

Stocks We Eliminated from Your Portfolio (August 2015):

Exxon Mobil Corp. (XOM): We swapped our XOM position into a combination of Cameron International Corp. (CAM), National Fuel Gas Co. (NFG) and Frank's International NV (FI). We continue to like XOM over the long term, but recent price action has resulted in CAM, NFG and FI being significantly better risk rewards for our clients, in our opinion. Further, we were able to capture a modest tax loss on this position while upgrading both the quality and the risk reward of the investment.

Imperial Oil Ltd. (IMO): We swapped our IMO position into a combination of CAM, NFG and FI. We continue to like IMO over the long term, but recent price action has made CAM, NFG and FI significantly better risk rewards, in our opinion. Further, we were able to capture a tax loss on this position while upgrading both the quality of the company and the risk reward of the investment.

Patterson Companies Inc. (PDCO): We sold the last of our long time holding PDCO in the low \$50's as a recent rumor regarding a potential private equity buyout resulted in the stock achieving over-valued status based on our internal work. We continue to like the PDCO business and will look to re-enter the stock should a downturn in the stock materialize.

Chubb Corp. (CB): We sold our position in CB following a stock and cash deal worth nearly \$130 per share for CB from Ace Corporation (ACE). This deal was a solid win for our team and our clients and we were excited to achieve the outsized gains from this investment.

ITC Holdings Corp. (ITC): While we continue to like the ITC electricity transmission business over the long term, the recent market dislocation resulted in better risk rewards for us and we swapped our position into a combination of other stocks.

Kellogg Co. (K): We exited our position in K this month as the the stock achieved fully valued status and there were better risk rewards available for our clients.

Nuance Perspectives from President & CIO, Scott Moore, CFA

A difficult and volatile month for the broad market resulted, in our opinion, in a greater set of opportunities for our clients and some reasonably good performance from your team at Nuance. On a year to date basis, your Nuance Concentrated Value product is now down -1.0 percent (annualized and net of fees) versus the Russell 3000 Index down -6.2 percent and the S&P 500 Index down -2.9 percent. Continued near-term concerns over slowing global economies, particularly China, coupled with concerns over the potential for the Federal Reserve to raise interests has resulted in increased volatility. As an important reminder to our clients, we want to make sure you remember that these near-term issues and broad economic concerns do not drive our investment decisions. Rather, our decisions are made by studying one company at a time and focusing on the true intrinsic value of each company. With that number we then allow near term volatility, emotions, fear and greed to change the market's perceived value of the stocks in which we are invested. As our long term view of internal intrinsic values are much more stable than current market values, the increased volatility is quite helpful for us in many, if not most, instances.

We would also remind our clients that we have a long standing goal to maintain our client's capital to the best of our ability during most downturns. While certainly not a guarantee, nor something that happens during every short term downturn, we believe that our time tested investment process which emphasizes not only the aforementioned intrinsic (or fair) value of a company's stock, but also focuses an equal amount of attention on the downside potential of each stock we own for our clients. This method of purchasing the stock of what we believe to be leading business franchises when they already have valuation support typically leads to stocks in your portfolio that hold up better than most during a broader market downturn. Thus far in 2015, that has been the case and we are pleased with our results.

Over the years we have received a few information requests regarding our portfolio turnover and the need for having turnover in our portfolios. I would remind clients that portfolio turnover is a necessary component of managing our client's risk as well as a necessary component of setting up our portfolios for the next leg of outperformance. Stocks of mature leading business franchises simply do not stay undervalued forever and, by definition, if one of our long standing approved list stocks that we own gets to fair value or surpasses fair value, then there is significant downside in the stock and very likely better opportunities in other stocks. This point seems to be lost on some investors as they assume good performance in a stock means that even better performance will continue in that particular stock. That is simply not the case for normal growing businesses through their valuation and business life cycles. In fact, outperformance that we seek out logically results in a need to change your portfolio into better risk reward situations. We believe this enables us to outperform going forward as well as to reduce the overall risk of your portfolio. I hope this make sense and will continue to write more about this issue in the future.

I also want to emphasize our longer term performance in this month's write-up and will continue to write and emphasize this very important statistic going forward. We strongly believe that the best measure of any money manager's performance are periods greater than five years and the longer the better. Your Nuance Concentrated Value product is up 18.4 percent (APR and net of fees) versus the Russell 3000 Value Index up 13.0 percent and the S&P 500 Index up 14.5 percent since its inception on November 13, 2008. On a net of fee and non-annualized percentage rate basis, your Nuance Concentrated Value product is up 214.8 percent versus the Russell 3000 Value Index up 130.0 percent and the S&P 500 Index up 150.6 percent. An emphasis on shorter term time periods and shorter term results is a natural emotional reaction to many things in life and appears to be a trend that is possibly growing more pervasive rather than less pervasive. We want to remind our clients that judging any investment manager over shorter term time horizons and then buying and selling their product based on those shorter term results is akin to flipping a coin which, in our opinion, is not an appropriate method to judge the results of a money manager over time. Much like the above turnover issue, I am going to write more and more about long term results to ensure our clients have proper perspective to go along with the shorter term "news of day" information that impacts our shorter term results.

Lastly, we continue to find leading business franchises with sustainable competitive positions that are trading below our internally derived view of fair or intrinsic value. We believe our time tested process of finding best of breed businesses with better than the market downside support and better than the market upside

Please visit our website at www.nuanceinvestments.com for more information about our team, our process and value investing. You may also receive information via traditional mail or email by contacting us at client.services@nuanceinvestments.com or call 816-743-7080.

Thank you for your continued confidence and support.



Scott A. Moore, CFA

GIPS Disclosures

	Gross of Fees Return	Net of Fees Return	Benchmark Return (RAV Index)	Benchmark Return (SPX Index)	Composite Dispersion (Full Period)	Number of Separate Accounts (End of Period)	Total Composite Assets (End of Period)	Total Firm Assets (End of Period)	% of Non-Fee paying accounts	3 Year Annualized Standard Deviation (Composite Gross)	3 Year Annualized Standard Deviation (RAV Index)
YTD 2008 (11/13/08-12/31/08)	4.5	4.5	0.4	(0.5)	N/A	7	\$9,126,951	\$18,657,997	4.6%	-	-
2009	42.2	41.7	19.8	26.5	1.2	79	\$87,342,803	\$137,943,058	0.6%	-	-
2010	18.8	18.1	16.3	15.1	0.3	145	\$119,543,453	\$181,201,036	0.5%	-	-
2011	6.9	6.3	(0.1)	2.1	0.5	181	\$96,831,359	\$152,976,943	1.1%	16.1	21.3
2012	18.4	17.8	17.6	16.0	0.2	259	\$154,693,966	\$214,936,666	1.0%	13.1	16.0
2013	35.3	34.5	32.7	32.4	0.7	411	\$418,085,862	\$507,569,897	0.4%	12.2	13.1
2014	8.9	8.1	12.7	13.7	0.2	581	\$886,246,169	\$1,071,186,382	0.2%	10.4	9.5
YTD 2015 (08/31/2015)	(0.5)	(1.0)	(6.2)	(2.9)	N/A	596	\$789,326,974	\$978,149,429	0.2%	10.3	9.9

Compliance Statement

Nuance claims compliance with the Global Investment Performance Standards (GIPS®) and has prepared and presented this report in compliance with the GIPS® standards. Nuance has been independently verified for the periods 11/03/08 – 03/31/15 by Absolute Performance Verification. The verification reports are available upon request. Verification assesses whether (1) the firm has complied with all the composite construction requirements of the GIPS standards on a firm-wide basis and (2) the firm's policies and procedures are designed to calculate and present performance in compliance with the GIPS standards. Verification does not ensure the accuracy of any specific composite presentation. Nuance is an investment adviser registered with the Securities and Exchange Commission. The firm maintains a complete list and description of composites, which is available upon request. Results are based on fully discretionary separate accounts under management, including those accounts no longer with the firm. The U.S. Dollar is the currency used to express performance returns and assets. Performance results are presented both net and gross of management fees and include the reinvestment of income. Both gross and net of fee returns are reduced by trading expenses. Net of fee returns are reduced by Actual investment advisory fees and other expenses that may be incurred in the management of the account. The firm does not currently assess any Performance Based Fees. From the inception of each composite until 12/31/10, Time Weighted Return was compounded on a monthly basis. Beginning 01/01/11 through present, Time Weighted Return was compounded on a daily basis.

Dispersion is calculated from gross of fee returns using an asset-weighted standard deviation methodology. Only those accounts included for the full calculation period are part of the dispersion calculation. The 3-year Ex-post annualized standard deviation value is calculated using 36 consecutive monthly gross of fee returns to the end calculation period. Since Inception, Nuance has adopted the following Significant Cash Flow Policy for both composites. An account will be removed from a composite if a client has given specific instructions that prevent full investment of the cash flow(s) in a timely manner (defined as 5 business days or greater), or cumulative cash flow(s) are equal or greater than 3 percent of the total composite market value based on the end of month market value, or if cumulative cash flow(s) are equal or greater than 20 percent of the total account value based on the end of month market value. If these circumstances exist, the account will be removed from the composite and added back to the composite on the first day of the month following the date that the account is fully invested (defined as being within ten percent of the model portfolios cash target).

Our Core offerings are the Nuance Mid Cap Value Strategy and the Nuance Concentrated Value Strategy Nuance. More information regarding Composite descriptions and policies for valuing portfolios, calculating performance, and preparing compliant presentations are available upon request by contacting client.services@nuanceinvestments.com or 816-743-7080.

Important Disclosures

Nuance Investments, LLC (the "Firm") is a Registered Investment Advisor. The Firm's Nuance Concentrated Value Composite (the "Composite") is a composite of actual accounts invested in the Nuance Concentrated Value investment strategy. The inception date for the Composite is 11/13/2008. The Composite includes all accounts that have invested in the strategy, including accounts no longer managed by the Firm and are presented in US Dollars. The Primary Benchmark for the Composite is the Russell 3000 Value Index. The Russell 3000 Value Index measures the performance of the broad value segment of the U.S. equity universe. It includes those Russell 3000 companies with lower price-to-book ratios and lower forecasted growth values. The Secondary Benchmark for the Composite is the S&P 500 Index TR. The S&P 500 Index TR is a market-value weighted index representing the performance of 500 widely held publicly traded large-capitalization stocks. Individuals cannot invest directly in any index. These indices are used for comparison purposes only and are not meant to be indicative of a portfolio's performance, asset composition, or volatility. The performance of the Composite may differ markedly from that of compared indices due to varying degrees of diversification and/or other facts. Return calculations for the Composite are provided by Advent Portfolio Exchange. Return calculations for all indices are provided by Bloomberg. A full schedule of fees for all Firm products is available upon request. The collection of fees has a compounding effect on the total rate of return net of investment management fees. Net of fee performance is presented after all actual investment management fees and trading expenses.

All material presented is compiled from sources believed to be reliable and current, but accuracy cannot be guaranteed. The information contained herein should not be construed as personalized investment advice and should not be considered as a solicitation to buy or sell any security or engage in a particular investment strategy. Investing involves risk, including the possible loss of principal. Nuance Investments, LLC is majority owned by Montage Investments, LLC. Prior to September 1, 2010 Nuance operated under the name Mariner Value Strategies, LLC.

(1) Risk-Adjusted Return (Sharpe Ratio), Standard Deviation and return calculations for the Composite and indices provided by Zephyr Style Advisor. The Composite has been compared to various peer groups defined by investment style. The Composite is an all market capitalization value investment style. The Morningstar Large Value Peer Group, Mid Cap Value Group and the Lipper Multi-Cap Value Funds Peer Group have been presented as investment strategies with similar investment styles. For peer group comparisons all Returns, Standard Deviation and Sharpe Ratio calculations, including those of the Composite were calculated by Zephyr Style Advisor based upon strategies with monthly return data from December 2008 to 06/30/2015. Zephyr reports on month end returns only. For the purposes of peer group comparisons Since Inception returns are shown beginning 11/30/2008. The Sharpe Ratio is a calculation of a product's risk-adjusted performance over time. The Ratio is calculated by taking a product's annualized excess return over a risk-free rate (The Firm uses the Citigroup 3-Month Treasury Bill as the risk-free rate) and dividing by its annualized standard deviation calculated using monthly returns.

(2) A typical portfolio will hold between 15 and 35 companies. This is not a fundamental diversification limit. The portfolio will not exceed a 25% weighting in one industry as defined by GICS classification standards (GICS®). The portfolio will not exceed a 25% weighting in Cash. Cash is typically below a 10% weighting. The portfolio may invest up to 25% of its assets in equity securities of foreign companies that are organized and headquartered in countries classified as "developed" by MSCI. As of June 2015, the following countries were classified as "developed" by MSCI: Australia, Austria, Belgium, Canada, Denmark, Finland, France, Germany, Hong Kong, Ireland, Israel, Italy, Japan, Netherlands, New Zealand, Norway, Portugal, Singapore, Spain, Sweden, Switzerland, UK, and the United States.

(3) Index statistics are provided by Russell. Characteristics calculations use holdings at market close on the stated date, including cash & cash equivalents. The following Composite characteristics are calculated using Bloomberg: Median Market Cap (midpoint of market capitalization of the stocks in the portfolio), Dividend Yield (annual dividends relative to share price), Return on Equity (net income divided by shareholder equity), Return on Assets (net income divided by average total assets). The P/E Statistics are a Nuance internal calculation. The dollar-weighted harmonic mean of individual company P/E ratios is used. This approach first considers holdings' E/P, which are then summed on a dollar-weighted basis across the entire portfolio to achieve a portfolio E/P ratio. Finally, the inverse of this ratio is taken to arrive at the Portfolio P/E ratio. Active share, as calculated by Morningstar Direct, is a statistic that measures a strategy's holdings relative to the holdings of the appropriate benchmark. Standard deviation is a measure of volatility showing the average deviations of a return series from its mean. The upside capture ratio is an indication of a manager's ability to match returns in periods of market strength, while the downside capture ratio measures a manager's ability to curtail losses in periods of index weakness. Results are gross of fees for the period since inception through present. Both upside/downside ratios and standard deviation are calculated using Style Advisor.

(4) The growth of \$10,000 chart is calculated by Zephyr Style Advisor assuming the same cash value at inception and the variance of the investment using monthly return data for each strategy.

Past Performance is not a guarantee of future results. Any investment contains risk including the risk of total loss. There is no guarantee that an investment with the strategy will meet its investment objectives. Please request a copy of the Firm's Full General Disclosures for more information.