

# All Cap Growth

## MANAGEMENT TEAM

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## OBJECTIVE

Seeks to produce long-term, excess returns vs. the Russell 3000® Growth Index on a risk-adjusted basis over a full market cycle (at least 5 years) through bottom-up stock selection

## HIGHLIGHTS

- Active management with a long-term, private equity approach to investing
- Seven-step research framework focuses on quality, growth and valuation
- High-conviction portfolio of typically 35 to 45 stocks
- Low turnover: 14.9% annualized since inception 7/1/2006\*
- High active share: typically greater than 80%\*\*
- Top 10 holdings: typically 40% - 50%
- Up to 25% holdings in ADRs
- Looks to identify high-quality companies—those with difficult-to-replicate business models
- Team must view cash flow growth as sustainable and profitable
- Stock values are modeled and regularly updated based on our four valuation scenarios: Best, Base, Bear and Worst
- Seeks to create a margin of safety by investing only when company is selling meaningfully below the team's estimate of intrinsic value
- Active risk management defines risk as a permanent loss of capital, not tracking error or short-term relative underperformance
- Bottom-up stock selection drives excess returns

## BENCHMARK

Russell 3000® Growth Index

### FACTS

Composite inception	7/1/06
Strategy assets	\$4,232.5M

## COMPOSITE PERFORMANCE (%)

	CUMULATIVE RETURN		AVERAGE ANNUALIZED RETURN				
	3 MO	YTD	1 YEAR	3 YEAR	5 YEAR	10 YEAR	SINCE INCEPTION
<b>GROSS</b>	10.61	14.12	37.74	22.85	22.75	18.60	15.71
<b>NET</b>	10.48	13.83	37.06	22.24	22.13	18.07	15.14
<b>BENCHMARK</b>	11.38	12.71	42.99	24.47	23.31	17.54	13.33

## COMPOSITE PERIOD PERFORMANCE(%)

	2020	2019	2018	2017	2016	2015	2014	2013	2012	2011	2010	2009 <sup>2</sup>	2008 <sup>2</sup>	2007 <sup>2</sup>	2006 <sup>1,2</sup>
<b>GROSS</b>	32.16	32.66	-1.90	35.79	7.94	12.63	10.55	37.46	18.64	-1.33	17.82	43.70	-26.78	12.82	10.69
<b>NET</b>	31.51	32.00	-2.40	35.12	7.40	12.10	10.13	36.78	18.34	-1.53	17.30	42.76	-27.29	12.07	10.32
<b>BENCHMARK</b>	38.26	35.85	-2.12	29.59	7.39	5.09	12.44	34.23	15.21	2.18	17.64	37.01	-38.44	11.40	9.81

<sup>1</sup>Since composite inception 7/1/2006

**Performance data shown represents past performance and is no guarantee of future results. Current performance may be lower or higher than quoted.** Returns are shown in US dollars and are annualized for one and multi-year periods. Gross returns are net of trading costs. Net returns are gross returns less effective management fees.

**There is no guarantee that the investment objective will be realized or that the strategy will generate positive or excess return.**

\*As of June 30, 2021.

\*\*Active share indicates the proportion of the portfolio's holdings (by market value) that are different than the benchmark. A higher active share indicates a larger difference between the benchmark and the portfolio.

<sup>2</sup>The manager for the All Cap Growth Composite joined Loomis Sayles on May 19, 2010, and performance prior to that date was achieved at his prior firm. As required by GIPS, the prior performance information is being included as part of the Loomis Sayles All Cap Growth Composite.

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## PORTFOLIO CHARACTERISTICS

	Rep. Account	Index
Price/earnings (trailing 12 mths)	32.59x	34.66x
Est. P/E (forward 12 months)	29.59x	30.92x
ROE (1-yr equal wtd)	30.31%	20.89%
3-5 yr EPS growth	19.98%	20.42%
Price/Cash Flow	23.79%	22.27%
Price/book	7.73	11.21
Dividend Yield	0.51%	0.71%
Wtd avg market cap	\$470.07B	\$741.12B
Median market cap	\$108.90B	\$2.82B
Median active share (since inception)	82.10%	-

## TOP 10 HOLDINGS (%)

	Rep. Account
Amazon.com, Inc.	6.6
NVIDIA Corporation	6.4
Facebook, Inc.	5.8
Alphabet Inc.	5.4
Autodesk, Inc.	4.5
Oracle Corporation	4.0
Visa Inc.	4.0
Monster Beverage Corporation	4.0
Alibaba Group Holding Ltd.	4.0
Boeing Company	3.9
Total	48.6

## SECTOR DISTRIBUTION (%)

	Rep. Account	Index
Information Technology	30.9	42.6
Healthcare	17.8	10.5
Consumer Discretionary	17.2	18.3
Communication Services	14.4	12.0
Industrials	8.4	6.8
Consumer Staples	4.9	3.9
Financials	4.5	2.5
Energy	1.4	0.4
Real Estate	-	1.8
Materials	-	1.2
Cash	0.5	-

## MARKET CAPITALIZATION (%)

	Rep. Account	Index
> \$10 Billion	96.3	91.2
\$5 to 10 Billion	3.2	3.6
\$2 to 5 Billion	-	3.7
< \$2 Billion	-	1.4
Cash	0.5	-

## KEY RISKS

Equity Risk, Market Risk, Non-US Securities Risk, Liquidity Risk. Investing involves risk including possible loss of principal.

Due to rounding, **Market Capitalization** and **Sector Distribution** totals may not equal 100%. This portfolio is actively managed and characteristics are subject to change. **Top 10 Holdings** may combine more than one security from the same issuer and related depository receipts. Portfolio weight calculations include accrued interest. Holdings are based on total gross assets before any fees are paid; any cash held is included. Reference to specific securities or holdings should not be considered recommendations for action by investors. There is no guarantee the account continues to invest in the securities referenced. **Cash** may include unsettled trades, fees and/or derivatives. **Median Active Share (since inception)** indicates the proportion of the portfolio's holdings (by market value) that is different than the benchmark. A higher active share indicates a larger difference between the benchmark and the portfolio.

Characteristics are shown for a representative account. Due to systems limitations, it is difficult to analyze characteristics on a composite basis. The representative account was selected because it closely reflects the Loomis Sayles All Cap Growth investment strategy. Due to guideline restrictions and other factors, there is some dispersion between the returns of this account and other accounts in the Composite.

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The All Cap Growth Composite includes all discretionary accounts with market values greater than \$1 million managed by Loomis Sayles that seek to produce long-term excess returns at or below benchmark risk over a full market cycle relative to the Russell 3000 Growth Index and generally within the market capitalization range of the Index. The Composite inception date is July 1, 2006. The Composite was created in 2010. For additional information on this and other Loomis Sayles strategies, please visit our web site at [www.loomisayles.com](http://www.loomisayles.com).