

## Our Approach

The Mid Company Fund seeks to invest in the equity securities of U.S.-based Exceptional Growth Companies (EGCs) with total operating revenues of \$500 million to \$2.5 billion at the time of initial investment. The benchmark-agnostic portfolio typically comprises 40-60 EGCs, meaning its holdings and performance may vary significantly from the index. The strategy's low-turnover approach may be best suited to investors who share our long-term investment horizon.

### Fund Details

**Inception date:** 09/30/2002  
**CUSIP Number:** 115291809  
**NASDAQ Symbol:** BCMSX  
**Share Class:** Investor

**Total Fund Assets:** \$35.0 Million  
**Net Expense Ratio:<sup>1</sup>** 1.15%  
**Gross Expense Ratio:** 1.55%  
**Initial Investment:** \$5,000

**Subsequent Investment:** \$500  
**IRA Investment:** \$2,000  
**Subsequent Investment:** \$500  
**Morningstar Category:** US Fund Mid-Cap Growth  
**Morningstar Rating\*:** ★★

*\*Out of 552 funds for overall rating of risk-adjusted returns as of 12/31/2022.*

## Performance

The Mid Company Fund seeks long-term capital appreciation. Current income is a secondary consideration in selecting portfolio investments. The goal of the Mid Company Fund is to generate excess returns over the Russell Midcap Growth index over investment periods of five years or more.

### QUARTER END RETURNS

As of 12/31/2022	Annualized						1 Year	3 Months
	Since Inception*	20 Years*	15 Years*	10 Years*	5 Years	3 Years		
Mid Company Fund	9.02%	8.88%	7.65%	7.51%	6.77%	0.25%	-37.12%	5.43%
Russell Midcap® Growth Index	11.20%	10.86%	8.61%	11.41%	7.64%	3.85%	-26.72%	6.90%
Morningstar Category: US Fund Mid-Cap Growth	N/A	N/A	N/A	10.70%	7.08%	4.11%	-27.83%	5.06%
<b>Excess Return Over Benchmark</b>	<b>-2.18%</b>	<b>-1.98%</b>	<b>-0.96%</b>	<b>-3.90%</b>	<b>-0.87%</b>	<b>-3.60%</b>	<b>-10.40%</b>	<b>-1.47%</b>

### CALENDAR YEAR RETURNS

As of 12/31/2022	2013	2014	2015	2016	2017	2018	2019	2020	2021	2022
Mid Company Fund	27.67%	7.06%	-9.31%	0.52%	19.33%	-4.52%	44.21%	40.79%	13.82%	-37.12%
Russell Midcap® Growth Index	35.74%	11.90%	-0.20%	7.33%	25.27%	-4.75%	35.47%	35.59%	12.73%	-26.72%
Morningstar Category: US Fund Mid-Cap Growth	34.93%	6.98%	-0.95%	5.92%	24.63%	-5.85%	33.77%	40.91%	12.25%	-27.83%
<b>Excess Return Over Benchmark</b>	<b>-8.07%</b>	<b>-4.84%</b>	<b>-9.11%</b>	<b>-6.81%</b>	<b>-5.94%</b>	<b>0.23%</b>	<b>8.74%</b>	<b>5.20%</b>	<b>1.09%</b>	<b>-10.40%</b>

Source: CFS.

\*Inception date for the Investor Share Class is 09/30/2002.

Past performance is not indicative of future results. Returns are presented net of fees. Investment return and principal value of an investment will fluctuate so that an investor's shares, when redeemed, may be worth more or less than their original cost. Current performance may be lower or higher than the performance data quoted. Performance current to the most recent month end may be found at [www.browncapital.com](http://www.browncapital.com) or by calling 1-877-892-4226. Please see disclosures.

## Holdings

The Mid Company Fund applies Brown Capital's philosophy of seeking to invest in what we believe to be Exceptional Growth Companies (EGCs) over a three- to five-year horizon and beyond. EGCs offer products and services that save time, lives, money and headaches, or provide exceptional value. EGCs have both the potential and the plan to be much larger companies over the long term. We believe their sustainable competitive advantages and other characteristics afford us the patience to let growing companies grow, and the tolerance to hold them when they stumble.

### Significant Holdings

% of Total Assets

Company	% of Total Assets
Manhattan Associates Inc.	4.82%
Charles River Laboratories Intl. Inc.	4.36%
DexCom Inc	3.97%
Insulet Corp	3.96%
Tyler Technologies Inc.	3.75%
Autodesk Inc.	3.61%
Equifax Inc.	3.58%
Edwards Lifesciences Corp.	3.54%
Veeva Systems Inc	3.40%
Shopify Inc - Class A	3.29%

### Sector Composition

% of Total Assets



Medical/ Health Care	26.63%
Information/ Knowledge Management	23.84%
Business Services	18.69%
Financial Services	8.72%
Cash	8.24%
Consumer Related	7.11%
Industrial Products & Systems	6.77%

## Investment Team



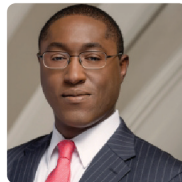
**Kayode O. Aje, CFA**  
 Managing Director and Senior Portfolio Manager  
 16 years industry experience



**Eddie C. Brown, CFA, CIC**  
 Founder, Executive Chairman and Senior Portfolio Manager  
 52 years industry experience



**Walton D. Pearson**  
 Managing Director and Senior Portfolio Manager  
 37 years industry experience



**Kwame C. Webb, CFA**  
 Managing Director and Senior Portfolio Manager  
 15 years industry experience



**Edward J. Zane**  
 Director and Portfolio Manager/Senior Analyst  
 20 years industry experience

## Contact

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Source: APX

This is not a recommendation to buy or sell a particular security. The "Significant Holdings" represent the ten largest holdings based on a percentage of total assets of the Fund's current market value. Holdings are subject to change. A complete list of holdings is available upon request. Please see disclosures.

Brown Capital Management, LLC ("BCM") is an investment advisor registered with the U.S. Securities and Exchange Commission. Registration does not imply a certain level of skill or training. More information about BCM, including its investment strategies, fees and objectives, can be obtained by visiting [www.browncapital.com](http://www.browncapital.com). BCM's Form ADV contains information regarding our business practices and background of our key personnel. Form CRS contains key considerations for retail clients. A copy of BCM's Forms ADV Part 2 and Form CRS is available, without charge, upon request or by calling (800) 809-3863.

**An investor should consider the investment objectives, risks, charges, and expenses of the Fund carefully before investing. The prospectus contains this and other information about the Fund. A copy of the prospectus is available at [www.browncapital.com](http://www.browncapital.com) or by calling Shareholder Services at 1-877-892-4226. The prospectus should be read carefully before investing.**

**Principal Risks of Investing in the Fund:** As with all mutual funds, an investment in the Fund is subject to investment risks, including the possible loss of the principal amount invested. There can be no assurances that the Fund will be successful in meeting its objectives. Investment in the Fund is also subject to market risk, investment style risk, investment adviser risk, market sector risk, equity securities risk, portfolio turnover risk, small companies risk, and other risks as set forth in the Fund's prospectus. Funds that emphasize investments in smaller companies generally experience greater price volatility.

1 Brown Capital Management, LLC, (the "Advisor") has entered into an Expense Limitation Agreement with the Mid Company Fund under which it has agreed to reduce the amount of the investment advisory fees to be paid to the Advisor by the Mid Company Fund and to assume other expenses of the Mid Company Fund, if necessary, in an amount that limits the Mid Company Fund's annual operating expenses (other than interest, taxes, brokerage commissions, acquired fund fees and expenses, other expenditures which are capitalized in accordance with generally accepted accounting principles, other extraordinary expenses not incurred in the ordinary course of the Mid Company Fund's business, and amounts, if any, payable under a Rule 12b-1 distribution plan) to not more than 0.90% until July 31, 2023. The Expense Limitation Agreement may not be terminated by either party prior to that date. Subject to certain conditions such as Fund asset levels being at certain thresholds and operating expenses being less than the operating expense limit for the Mid Company Fund, the Mid Company Fund may reimburse the Advisor for fees waived or limited and other expenses assumed by the Advisor pursuant to the Expense Limitation Agreement. Each waiver or reimbursement of an expense by the Advisor is subject to repayment by the Mid Company Fund within three years following the month in which the expense was incurred, provided that the Mid Company Fund is able to make the repayment without exceeding the lesser of the expense limitation in place at the time of the waiver and/or reimbursement or the current expense limitation arrangement.

**Past performance is not indicative of future results.** Returns are presented net of fees. All investments involve risk, including loss of principal and there is no guarantee that investment objectives will be met. All holdings information is provided for informational purposes only and should not be interpreted as a recommendation to buy or sell any of the securities/sectors represented. Sector exposure represents nontraditional classifications as determined by the Fund's managers. This same objective, non-performance based criteria is consistently used to select portfolio holdings. It should not be assumed that any of the securities transactions, holdings or sectors discussed herein were or will prove to be profitable, or that the investment recommendations or decisions we make in the future will be profitable or will equal the investment performance of the securities discussed herein. BCM reserves the right to modify its current investment strategies and techniques based on changing market dynamics or client needs. Diversification does not eliminate the risk of experiencing investment losses.

The **Russell Midcap® Growth Index** offers investors access to the mid cap growth segment of the U.S. equity universe. The Russell Midcap® Growth Index is constructed to provide a comprehensive and unbiased barometer of the mid cap growth market. Based on ongoing empirical research of investment manager behavior, the methodology used to determine growth probability approximates the aggregate mid cap growth manager's opportunity set. **Morningstar Mid-Cap Growth Category:** Some mid-cap growth portfolios invest in stocks of all sizes, thus leading to a mid-cap profile, but others focus on midsize companies. Mid-cap growth portfolios target U.S. firms that are projected to grow faster than other mid-cap stocks, therefore commanding relatively higher prices. The U.S. mid-cap range of market capitalization typically falls between \$1 billion-\$8 billion and represents 20% of the total capitalization of the U.S. equity markets. Growth is defined based on fast growth (high growth rates for earnings, sales, book value and cash flow) and high valuations (high price ratios and low dividend yields). The volatility (beta) of an account may be greater or less than its respective benchmark. One may not invest directly into an index.

The Morningstar Rating™ for funds, or "star rating", is calculated for managed products (including mutual funds, variable annuity and variable life subaccounts, exchange-traded funds, closed-end funds, and separate accounts) with at least a three-year history. Exchange-traded funds and open-ended mutual funds are considered a single population for comparative purposes. The Morningstar Rating™ is calculated based on a Morningstar Risk-Adjusted Return measure that accounts for variation in a managed product's monthly excess performance, placing more emphasis on downward variations and rewarding consistent performance. The top 10% of products in each product category receive 5 stars, the next 22.5% receive 4 stars, the next 35% receive 3 stars, the next 22.5% receive 2 stars, and the bottom 10% receive 1 star. The Overall Morningstar Rating for a managed product is derived from a weighted average of the performance figures associated with its three-, five-, and 10-year (if applicable) Morningstar Rating metrics. The weights are: 100% three-year rating for 36-59 months of total returns, 60% five-year rating/40% three-year rating for 60-119 months of total returns, and 50% 10-year rating/30% five-year rating/20% three-year rating for 120 or more months of total returns. While the 10-year overall star rating formula seems to give the most weight to the 10-year period, the most recent three-year period actually has the greatest impact because it is included in all three rating periods. Brown Capital Management Mid Company Fund were rated against the following numbers of Mid-Cap Growth funds over the following time periods as of 12/31/2022: 552 of funds in the 3-year rating and for the Overall rating, 531 of funds in the last five years, and 495 of funds in the last ten years. With respect to these Mid-Cap Growth funds, Brown Capital Management Mid Company Fund received a Morningstar Rating™ of 2 stars for the 3- year rating, 2 stars for 5- year rating, and 1 stars for ten-year rating periods, respectively.

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