

# Alger Mid Cap Focus Fund

1st Quarter 2023 As of March 31, 2023

### Ticker Symbols

Class A	<b>ALOAX</b>
Class I	<b>AFOIX</b>
Class Y	<b>ALOYX</b>
Class Z	<b>AFOZX</b>

### Investment Strategy

Invests in a focused portfolio of approximately 50 holdings of primarily mid cap companies identified through our fundamental research as demonstrating promising growth potential. Seeks long-term capital appreciation.

### Portfolio Management



**Amy Zhang, CFA**  
Executive Vice President  
Portfolio Manager  
28 Years Investment Experience

### Benchmark

Russell Midcap Growth

### Morningstar

**Category:** Mid-Cap Growth

### Morningstar Style Box™

reveals a fund's investment strategy by showing its investment style and market capitalization based on the portfolio holdings.  
As of 1/31/2023

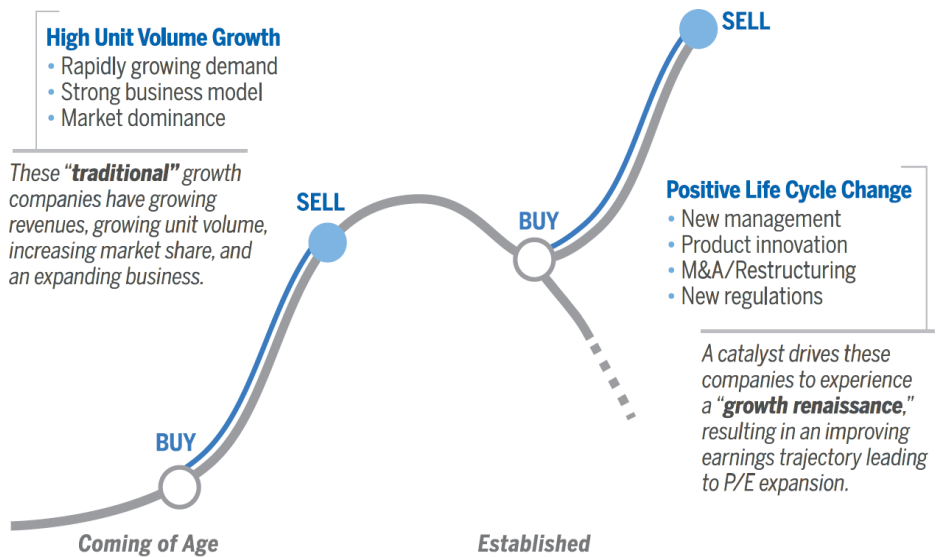
SIZE	STYLE		
	Value	Blend	Growth
Large			
Medium			
Small			

### Who We Are

Fred Alger Management, LLC is widely recognized as a pioneer of growth-style investment management. We have been an independent, privately owned firm since our founding in 1964. For more than 50 years, we have had **three leaders with one vision**: Maintaining the legacy and continuity of the Alger Investment Philosophy.

### Philosophy

Alger has been committed to a growth style of investing since the firm was founded in 1964. We believe that the best way to uncover and evaluate such companies is through intensive, fundamental, proprietary investment research. At Alger, we believe companies undergoing **Positive Dynamic Change** offer the best investment opportunities. By Positive Dynamic Change, we mean those companies experiencing High Unit Volume Growth and Positive Life Cycle Change.



### Process

- NEW IDEAS** Identify exceptional small companies early in their corporate life cycle undergoing Positive Dynamic Change.
- ANALYSIS** Fundamental, bottom-up research incorporating quantitative and qualitative assessments to develop a differentiated view.
- DIALOGUE** Daily dialogue and weekly formal meetings to review portfolio, discuss in-progress research, and set future research priorities.
- CONSTRUCTION** Benchmark-agnostic, bottom-up stock selection of generally less than 50 names.
- MONITORING** Portfolio risk is mitigated by depth of research and the resulting knowledge and understanding of company-specific business risks.



## 1st Quarter 2023

## Average Annual Total Returns (%) (as of 3/31/23)

	QTR	YTD	1 Year	3 Years	5 Years	10 Years	Since Inception
<b>Class A</b> (Incepted 7/29/21)							
Without Sales Charge	4.66	4.66	-25.63	—	—	—	-22.45
With Sales Charge	-0.82	-0.82	-29.52	—	—	—	-24.92
<b>Class I</b> (Incepted 6/14/19)	4.66	4.66	-25.57	12.55	—	—	8.69
<b>Class Y</b> (Incepted 2/26/21)	4.78	4.78	-25.32	—	—	—	-17.98
<b>Class Z</b> (Incepted 6/14/19)	4.69	4.69	-25.36	12.84	—	—	8.97
<b>Morningstar Category Average</b> (Mid-Cap Growth)	7.65	7.65	-11.95	14.85	—	—	—
<b>Russell Midcap Growth Index</b>	9.14	9.14	-8.52	15.20	—	—	(Since 7/29/21) -12.21 (Since 6/14/19) 7.98 (Since 2/26/21) -5.47
<b>Morningstar Percentile Rank</b> (Mid-Cap Growth) Based on Total Returns							
<b>Class Z</b>	—	—	95% 552/577	73% 354/529	—	—	—
<b>Class I</b>	—	—	95% 553/577	76% 366/529	—	—	—
<b>Total Annual Operating Expenses by Class</b> (Prospectus Dated 3/1/23)		Without Waiver: With Waiver:	A: 1.10% —	I: 1.04% —	Y: 0.79% 0.69%	Z: 0.78% —	

## Performance shown is net of fees and expenses.

Fred Alger Management, LLC has contractually agreed to waive fees or to reimburse Fund expenses (excluding acquired fund fees and expenses, dividend expense on short sales, borrowing costs, interest, taxes, brokerage and extraordinary expenses) through February 28, 2025 to the extent necessary to limit the total annual fund operating expenses of Class Z to 0.99%, Class I to 1.20%, Class A to 1.15% and Class Y to 0.69% of the class's average daily net assets. This expense reimbursement may only be amended or terminated prior to its expiration date by agreement between Fred Alger Management, LLC and the Fund's Board of Trustees, and will terminate automatically in the event of termination of the Investment Advisory Agreement. Fred Alger Management, LLC may, during the term of the contract, recoup any fees waived or expenses reimbursed pursuant to the contract; however, the Fund will only make repayments to Fred Alger Management, LLC if such repayment does not cause the Fund's expense ratio after the repayment is taken into account, to exceed both (i) the expense cap in place at the time such amounts were waived or reimbursed, and (ii) the Fund's current expense cap. Such recoupment is limited to two years from the date the amount is initially waived or reimbursed.

Only periods greater than 12 months are annualized.

**The performance data quoted represents past performance, which is not an indication or a guarantee of future results. 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 quoted. Performance figures assume all distributions are reinvested. Returns with sales charges reflect a maximum front-end sales charge on Class A Shares of 5.25%. For performance current to the most recent month end, visit [www.alger.com](http://www.alger.com) or call 800.992.3863.**

## Calendar Year Returns (%) (as of 12/31/22)

	Fund (Class Z)	Morningstar Mid-Cap Growth Category Average	Russell Midcap Growth Index
<b>2022</b>	-37.16	-27.79	-26.72
<b>2021</b>	10.26	13.05	12.73
<b>2020</b>	84.85	39.26	35.59
<b>2019</b> (from 6/14)	3.30	—	35.47

## Portfolio Exposure (%) (as of 3/31/23)

	Alger Mid Cap Focus Fund
<b>Equity Holdings</b>	98.82
<b>Cash</b>	1.18

## 1st Quarter 2023

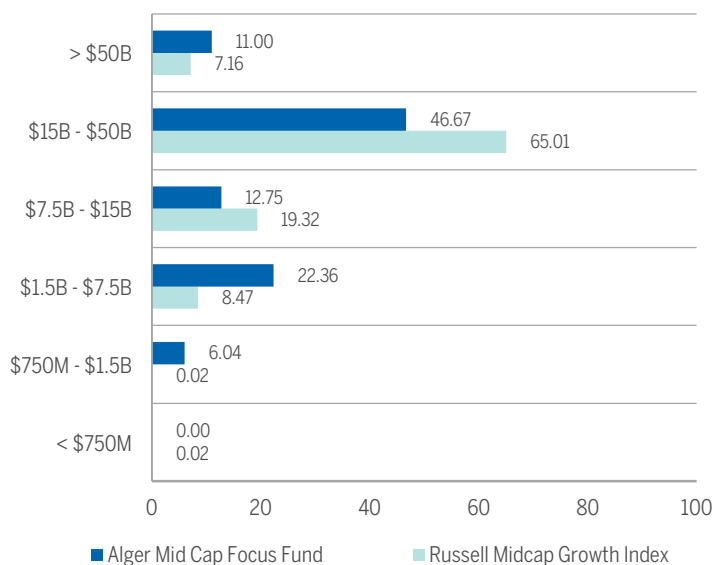
## Characteristics (as of 3/31/23)

	Alger Mid Cap Focus Fund	Russell Midcap Growth Index
Equity Holdings	50	397
Active Share (%)	85.13	—
Market Cap (Median-\$Bn)	\$19.53	\$11.57
Market Cap (Wtd Average-\$Bn)	\$24.87	\$26.50
P/E Ratio	32.08	21.56
Sales Growth (Next 12 Months) (%)	10.93	8.21
EPS Growth (3-5 Yr Forecasted) (%)	15.10	14.11

## Top 10 Holdings (%) (as of 3/31/23)

	Alger Mid Cap Focus Fund	Russell Midcap Growth Index	Active Weight
Natera, Inc.	4.64	0.14	4.50
Insulet Corporation	4.34	0.62	3.72
Bentley Systems, Incorporated Class B	3.80	0.20	3.59
Everbridge, Inc.	3.34	—	3.34
Diamondback Energy, Inc.	3.26	0.39	2.87
Waste Connections, Inc.	3.16	—	3.16
Agilysys, Inc.	3.04	—	3.04
Alteryx, Inc. Class A	2.99	0.10	2.89
ACI Worldwide, Inc.	2.99	—	2.99
Liberty Media Corp. Series C Liberty Formula One	2.64	0.05	2.59
Total	34.20	1.50	32.70

## Market Capitalization (%) (as of 3/31/23)



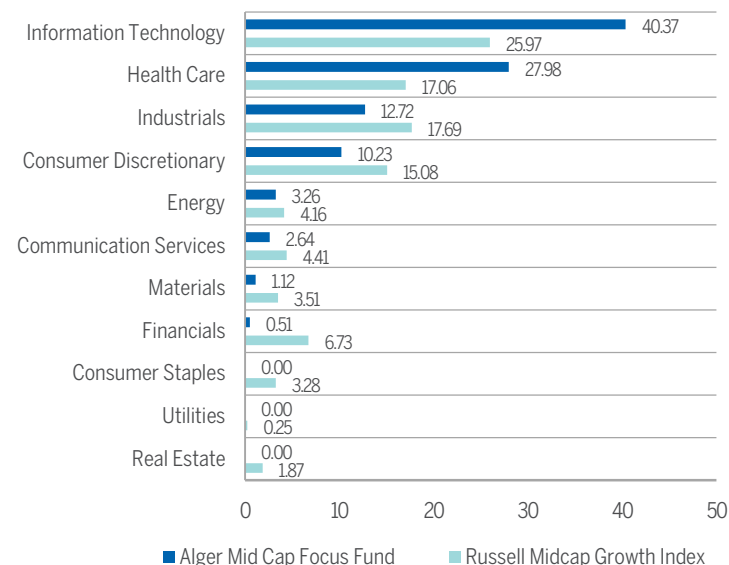
## Risk Metrics (3 Years as of 3/31/23 for Class Z)

	Alger Mid Cap Focus Fund	Russell Midcap Growth Index
Alpha (%)	-1.75	—
Beta	1.01	1.00
Standard Deviation (%)	25.47	23.08
Sharpe Ratio	0.55	0.68
Information Ratio	-0.20	—
Upside Capture (%)	94.11	—
Downside Capture (%)	99.46	—

## Top 10 Active Holdings (%) (as of 1/31/23)

	Alger Mid Cap Focus Fund	Russell Midcap Growth Index	Active Weight
Insulet Corporation	4.16	0.56	3.60
Constellation Energy Corporation	3.56	—	3.56
Natera, Inc.	3.56	0.11	3.45
Bentley Systems, Incorporated Class B	3.34	0.19	3.15
Diamondback Energy, Inc.	3.54	0.41	3.13
Viridian Therapeutics, Inc.	3.02	—	3.02
Sumo Logic, Inc.	2.85	—	2.85
Alteryx, Inc. Class A	2.88	0.09	2.79
United Rentals, Inc.	3.11	0.40	2.71
Agilysys, Inc.	2.68	—	2.68
Total	32.70	1.76	30.94

## Sector Allocation (%) (as of 3/31/23)



## 1st Quarter 2023

**Risk Disclosures** - Investing in the stock market involves risks, including the potential loss of principal. Growth stocks may be more volatile than other stocks as their prices tend to be higher in relation to their companies' earnings and may be more sensitive to market, political, and economic developments. Local, regional or global events such as environmental or natural disasters, war, terrorism, pandemics, outbreaks of infectious diseases and similar public health threats, recessions, or other events could have a significant impact on investments. Investing in companies of medium capitalizations involves the risk that such issuers may have limited product lines or financial resources, lack management depth, or have limited liquidity. Assets may be focused in a small number of holdings, making them susceptible to risks associated with a single economic, political or regulatory event than a more diversified portfolio. A significant portion of assets may be invested in securities of companies in related sectors or industries, and may be similarly affected by economic, political, or market events and conditions and may be more vulnerable to unfavorable sector or industry developments. The Fund is classified as a "non-diversified fund" under federal securities laws because it can invest in fewer individual companies than a diversified fund. Foreign securities involve special risks including currency fluctuations, inefficient trading, political and economic instability, and increased volatility. Active trading may increase transaction costs, brokerage commissions, and taxes, which can lower the return on investment. At times, the Portfolio may hold a large cash position, which may underperform relative to equity securities. This material is not meant to provide investment advice and should not be considered a recommendation to purchase or sell securities.

Class I shares are an investment vehicle for institutional investors, such as corporations, foundations, and trusts managing various types of employee benefit plans, as well as charitable, religious, and educational institutions. Investors may purchase or redeem Class I shares through a financial intermediary. There are no sales charges on purchases or redemptions.

Alger pays compensation to third party marketers to sell various strategies to prospective investors. Market capitalization and sector allocation are inclusive of cash but cash is not displayed in the chart. Top holdings are inclusive of cash but cash is not displayed as a top holding.

Risk metrics are statistical measures designed to show the expected risk for a portfolio and are not a measure of performance. Risk Metrics are sourced from Morningstar, an independent source, and include the impact of cash. Fred Alger Management, LLC, makes no representation that Morningstar is complete, reliable, or accurate.

Active Share is a measure of the percentage of stock holdings in a portfolio that differs from the benchmark index. The calculation is inclusive of cash. Alpha measures the difference between a portfolio's actual returns and its expected performance, given its level of risk (as measured by beta). Beta measures a portfolio's sensitivity to market movements relative to a particular index; a portfolio with a beta of 1.00 would be expected to have returns equal to such index. Characteristics are sourced from FactSet, an independent source, using all available data. Fred Alger Management, LLC, makes no representation that FactSet is complete, reliable, or accurate. With the exception of active share, the calculation excludes cash. Downside Capture Ratio measures a portfolio's performance in down markets relative to the benchmark. It is calculated by taking the portfolio's downside return and dividing it by the benchmark's downside return. A down-market is defined as those time periods in which market return is less than 0. Equity Holdings for the referenced product represents individual securities held, excluding private placements, private equity, rights, warrants, options, other derivatives, cash or cash equivalents and securities where the total market value in the portfolio is less than one dollar. A list of all holdings can be found at [www.alger.com](http://www.alger.com) for the applicable fund or composite. Information Ratio was calculated as the portfolio's rate of return less the index's rate of return relative to the portfolio's standard deviation less the index's standard deviation for the period shown. P/E Ratios were calculated using a weighted harmonic average. Sales Growth and EPS Growth rates were calculated using a weighted median. Please note that alternative methodologies exist for calculating P/E Ratios, Sales Growth, and EPS Growth, and utilizing another methodology might produce materially different results than those shown. Earnings per share (EPS) is the portion of a company's earnings or profit allocated to each share of common stock. Sales Growth is a measure of the estimated sales growth rate of a company over the next 12-months. Sharpe Ratio was calculated as the portfolio's rate of return less the 3 month T-Bill's rate of return relative to the portfolio's standard deviation less the 3 month T-Bill's standard deviation for the period. Please note that using different points of comparison may have materially different results. Standard Deviation measures how much the portfolio's return has deviated from its average historical return. Upside Capture Ratio measures a portfolio's performance in up markets relative to the benchmark. It is calculated by taking the portfolio's upside return and dividing it by the benchmark's upside return.

Frank Russell Company ("Russell") is the source and owner of the trademarks, service marks and copyrights related to the Russell Indexes. Russell® is a trademark of Frank Russell Company. Neither Russell nor its licensors accept any liability for any errors or omissions in the Russell Indexes and / or Russell ratings or underlying data and no party may rely on any Russell Indexes and / or Russell ratings and / or underlying data contained in this communication. No further distribution of Russell Data is permitted without Russell's express written consent. Russell does not promote, sponsor or endorse the content of this communication.

Fred Alger Management, LLC uses the Global Industry Classification Standard (GICS®) for categorizing companies into sectors and industries. GICS® is used for all portfolio characteristics involving sector and industry data such as benchmark, active and relative weights and attribution. The Global Industry Classification Standard (GICS®) is the exclusive intellectual property of MSCI Inc. (MSCI) and Standard & Poor's Financial Services, LLC (S&P). Neither MSCI, S&P, their affiliates, nor any of their third party providers ("GICS Parties") makes any representations or warranties, express or implied, with respect to GICS or the results to be obtained by the use thereof, and expressly disclaim all warranties, including warranties of accuracy, completeness, merchantability and fitness for a particular purpose. The GICS Parties shall not have any liability for any direct, indirect, special, punitive, consequential or any other damages (including lost profits) even if notified of such damages. Sector and industry classifications are sourced from GICS. Historical classifications use GICS categories available as of the date of this presentation. Portfolio holdings may change and stocks of companies noted may or may not be held by one or more Alger portfolios from time to time. Investors should not consider references to individual securities as an endorsement or recommendation to purchase or sell such securities. Transactions in such securities may be made which seemingly contradict the references to them for a variety of reasons, including but not limited to, liquidity to meet redemptions or overall portfolio rebalancing. © 2023 Morningstar, Inc. All rights reserved. The information contained herein: (1) is proprietary to Morningstar and/or its content providers; (2) may not be copied or distributed; and (3) is not warranted to be accurate, complete, or timely. Neither Morningstar nor its content providers are responsible for any damages or losses arising from any use of this information. **Past performance is no guarantee of future results.**

A subscription fee is paid to Morningstar to access research, ratings, rankings and other investment tools.

Morningstar percentile rankings are based on the total return percentile rank that includes reinvested dividends and capital gains (excluding sales charge) within each Morningstar Category. The highest (or most favorable) percentile rank is 1 and the lowest (or least favorable) percentile rank is 100. If sales charges were included, performance would be lower and the rank may be lower.

Rankings and ratings may be based in part on the performance of a predecessor fund or share class and are calculated by Morningstar using a performance calculation methodology that differs from that used by Fred Alger Management, LLC's.

Differences in the methodologies may lead to variances in calculating total performance returns, in some cases this variance may be significant, thereby potentially affecting the rating/ranking of the Fund(s). When an expense waiver is in effect, it may have a material effect on the total return or yield, and therefore the rating/ranking for the period.

The Russell Midcap® Growth Index measures the performance of the mid-cap growth segment of the U.S. equity universe. It includes those Russell Midcap Index companies with higher growth earning potential as defined by Russell's leading style methodology. The Russell Midcap Growth Index is constructed to provide a comprehensive and unbiased barometer of the mid-cap growth market. Russell Midcap® Growth Index performance does not reflect deductions for fees or expenses. Investors cannot invest directly in any index. Index performance does not reflect deductions for taxes. Note that comparing the performance to a different index might have materially different results than those shown. **The performance data quoted represents past performance, which is not an indication or a guarantee of future results.**

**Before investing, carefully consider the Fund's investment objective, risks, charges, and expenses. For a prospectus and summary prospectus containing this and other information or for the Fund's most recent month-end performance data, visit [www.alger.com](http://www.alger.com), call (800) 992-3863 or consult your financial advisor. Read the prospectus and summary prospectus carefully before investing. Distributor: Fred Alger & Company, LLC. NOT FDIC INSURED. NOT BANK GUARANTEED. MAY LOSE VALUE.**