

U.S. All-Cap Equity

June 30, 2017

Long-Term Capital Appreciation

Davis All-Cap Equity is a portfolio of attractive businesses predominately in the U.S. selected using the time-tested Davis Investment Discipline. The Portfolio is co-managed utilizing fundamental, bottom-up research for stock selection. The Portfolio has outperformed its benchmark index since 1999. As one of the largest investors in the strategy, we have a unique commitment to client stewardship.

► Why Invest in the Davis All-Cap Equity Portfolio

- Equity-Focused Research Firm:**
 Established in 1969, Davis is a leading specialist in equity investing.
- Portfolio of Best of Breed Businesses:**
 The Portfolio invests in businesses predominately in the U.S. Utilizing rigorous independent research, we invest in durable, well-managed businesses with sustainable competitive advantages and attractive long-term growth prospects selling at a discount to their true value.
- Attractive Results:** The Portfolio has outperformed the Russell 3000 Index since inception ending June 30, 2017.
- Flexible, Opportunistic Approach:**
 We believe a bottom-up stock selection process and not mirroring the benchmark index are keys to long-term outperformance.
- We Are Among the Largest Investors:**
 We have a unique commitment to stewardship, generating attractive long-term results, managing risks and minimizing fees.

► Performance Summary

For the trailing quarter, the Russell 3000 Index returned 3.02%. The Davis U.S. All-Cap Equity Portfolio outperformed the Index during this period. On a sector basis and relative to the Index, the information technology and industrials contributed to performance while energy detracted.

► Our Investment Alongside Clients

We have more than \$2 billion of our own money invested side by side with clients.¹

► Vehicles

- Institutional Separately Managed Accounts
- Davis Opportunity Fund
 A Shares RPEAX Y Shares DGOYX

Market Cap Breakdown	Davis	Russell 3000
Less than \$3 Billion	7.8%	6.4%
\$3-10 Billion	10.8	11.8
Greater than \$10 Billion	81.4	81.8

► Portfolio Characteristics²

	Davis	Russell 3000
Number of Holdings	37	2,998
Trailing Positive P/E Ratio	22.4	21.8
Price/Book	3.3	3.7
Yield (%)	1.1	1.9
Beta (5 years)	1.1	1.0
Weighted Average Market Capitalization (\$bn)	149.3	136.0
Median Market Capitalization (\$bn)	39.7	1.6

Performance	2Q17 ³	1 Year	3 Years	5 Years	10 Years	Inception 1/1/99
U.S. All-Cap Equity (gross)	5.30%	23.31%	10.38%	17.82%	7.55%	9.83%
U.S. All-Cap Equity (net)	5.19	22.70	9.79	17.20	6.90	9.10
Russell 3000 Index	3.02	18.51	9.10	14.59	7.26	6.16

► Top 10 Holdings⁴

Alphabet
Amazon.com
Apache
Wells Fargo
Cabot Oil & Gas
United Technologies
Delphi Automotive PLC
Encana
UnitedHealth Group
Aetna

Sector Breakdown	Davis	Russell 3000
Consumer Discretionary	17.8%	12.6%
Consumer Staples	0.0	8.0
Energy	16.6	5.6
Financials	15.9	15.6
Health Care	11.1	14.0
Industrials	14.1	10.8
Information Technology	22.3	20.7
Materials	2.2	3.4
Real Estate	0.0	4.1
Telecommunication Services	0.0	2.0
Utilities	0.0	3.2

The performance presented represents past performance of the Davis Multi-Cap Equity Composite and is not a guarantee of future results. Total return assumes reinvestment of dividends and capital gain distributions. Investment return and principal value will vary so that an account might realize a gain or loss. Current performance may be higher or lower. Please contact your Davis Advisors representative for most recent month-end returns.

Contacts

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1. Includes the Davis family, Davis Advisors employees and directors. As of June 30, 2017. 2. Figures represent a Davis U.S. All-Cap Equity Account. Individual accounts may not have the same results and characteristics will change over time. Source: Davis Advisors and Wilshire Atlas. 3. Returns for periods less than one year are not annualized. 4. For information purposes only. Not a recommendation to purchase or sell any security. There can be no assurance that an investor will earn a profit and not lose money.

Gross performance presented does not reflect the deduction of investment advisory fees. A client's returns will be reduced by the advisory fees and other expenses it may incur as a client. The reader is referred to Davis Advisors' ADV Part 2 for a full disclosure of the fee schedule. As fees are deducted quarterly, the compounding effect will be to increase the impact of the fees by an amount directly related to the gross account performance. For example, on an account with a 1% annual fee, if the gross performance is 10%, the compounding effect of the fees will result in a net performance of approximately 8.93%.

This material has been approved for institutional client use only. A client should carefully consider an investment's strategies, risks, fees, and expenses before investing. Davis Advisors' Form ADV contains this and other information and can be obtained by calling 212-891-5512. Please read the documents carefully before investing or sending money.

The performance of mutual funds is included in the Composite. The performance of the mutual funds and private accounts may be materially different. For example, Davis Opportunity Fund may be significantly larger than a typical private account and may be managed with a view toward different client needs and considerations. The differences that may affect investment performance include, but are not limited to: the timing of cash deposits and withdrawals, the possibility that Davis Advisors may not purchase or sell a given security on behalf of all clients pursuing similar strategies, the price

and timing differences when buying or selling securities, the size of the account, the differences in expenses and other fees, and the clients pursuing similar investment strategies but imposing different investment restrictions. This is not a solicitation to invest in the Davis Opportunity Fund or any other fund.

Davis Advisors is committed to communicating with our investment partners as candidly as possible because we believe our investors benefit from understanding our investment philosophy and approach. Our views and opinions regarding the investment prospects of our portfolio holdings include "forward-looking statements" which may or may not be accurate over the long term. While we believe we have a reasonable basis for our appraisals and we have confidence in our opinions, actual results may differ materially from those we anticipate. These opinions are current as of the date of this report but are subject to change. Market values will vary so that an investor may experience a gain or a loss.

The investment objective of a Davis Multi-Cap Equity account is long-term growth of capital. There can be no assurance that Davis will achieve its objective. Davis Advisors uses the Davis Investment Discipline to invest a client's portfolio principally in common stocks (including indirect holdings of common stock through depository receipts). The Multi-Cap Equity strategy may invest in large, medium, or small companies without regard to market capitalization and may invest in issuers in foreign countries, including countries with developed or emerging markets. The principal risks are: common stock risk, depository receipts risk, emerging markets risk, fees and expenses risk, foreign country risk, foreign currency risk, headline risk, large-capitalization companies risk, manager risk, mid- and small-capitalization companies risk, and stock market risk. See the ADV Part 2 for a description of these principal risks.

Investments in initial public offerings (IPOs) had a favorable impact on Davis Advisors' performance in 2010. No assurance can be given the Multi-Cap Equity Composite will continue to invest in IPOs to the same extent in the future or that such investments would be profitable.

Davis Advisors' Multi-Cap Equity Composite includes all actual, fee-paying, discretionary Multi-Cap Equity investing style institutional accounts and mutual funds under management for each investment period from January 1, 1999, through the date of this report, including those accounts no longer managed. Effective January 1, 1998, a minimum account size of \$3,500,000 was established. Accounts below this minimum are

deemed not to be representative of the Composite's intended strategy and as such are not included in the Composite. Prior to January 1, 2011, wrap accounts were included in the Composite. A time-weighted internal rate of return formula is used to calculate performance for the accounts included in the Composite. For the net of advisory fees performance results, custodian fees are treated as cash withdrawals and advisory fees are treated as a reduction in market value. For mutual funds, the Composite uses the rate of return formula used by the open-end mutual funds calculated in accordance with the SEC guidelines adjusted to treat mutual fund expenses other than advisory fees as cash withdrawals; sales charges are not reflected. Wrap account returns are computed net of a 3% maximum wrap fee. For the gross performance results, custodian fees and advisory fees are treated as cash withdrawals. A list of Davis Advisors' Composites is available upon request.

Allocations provided are defined by Standard and Poor's Global Industry Classification Standards (GICS). The Advisor may reclassify a company into an entirely different industry if it believes that the GICS classification for a specific company does not accurately describe the company.

The Russell 3000 Index measures the performance of the 3,000 largest companies incorporated in the United States and its territories and listed on the NYSE, AMEX or NASDAQ. The companies are ranked by decreased total market capitalizations. Investments cannot be made directly in an index.

Broker-dealers and other financial intermediaries may charge Davis Advisors substantial fees for selling its products and providing continuing support to clients and shareholders. For example, broker-dealers and other financial intermediaries may charge: sales commissions; distribution and service fees, and record-keeping fees. In addition, payments or reimbursements may be requested for: marketing support concerning Davis Advisors' products; placement on a list of offered products; access to sales meetings, sales representatives and management representatives; and participation in conferences or seminars, sales or training programs for invited registered representatives and other employees, client and investor events, and other dealer-sponsored events. Financial advisors should not consider Davis Advisors' payment(s) to a financial intermediary as a basis for recommending Davis Advisors.

Shares of the Davis Funds are not deposits or obligations of any bank, are not guaranteed by any bank, are not insured by the FDIC or any other agency, and involve investment risks, including possible loss of the principal amount invested.