BROWN BROTHERS HARRIMAN

CAPITAL PARTNERS

BBH Select Series - Mid Cap Fund

Quarterly Update | 2Q 2025

Highlights

- The BBH Select Series – Mid Cap Fund increased 5.4% in the second quarter of 2025 on a total return basis while the Russell Midcap Index increased 8.5%.
- Several of our technology and healthcare companies were impacted by tariffs and academic and life science funding cuts.
- We added to a number of companies where the structural growth drivers and competitive moats remain intact and valuations are compelling.

The BBH Select Series – Mid Cap Fund (the Fund) increased 5.4% in second quarter 2025 on a total return basis while the Russell Midcap Index (the Index) increased 8.5%. Since its inception on May 24, 2021, the Fund has increased by an average annual total return of 4.3% compared to an increase of 5.9% for the Index.

The second quarter was bookended by Liberation Day tariff announcements and U.S. military strikes in Iran. Despite these apparent headwinds, the Index continued to grind higher notwithstanding intermittent volatility, ending the quarter near all-time highs, with the higher-beta, fastest growing cohorts having performed particularly well. The market has continued to sort itself into winners and losers based on the perceived impact of Trump administration policies, and we have observed companies overshoot expectations both for better and worse.

In the second quarter, information technology and communication services were the top performing sectors, up 22.0% and 15.9%, respectively. Industrials

PERFORMANCE (AS OF JUNE 30, 2025)

	Total returns		Average annual total returns			
	3 mo.	YTD	1 yr.	3 yr.	5 yr.	Since inception
Class I	5.44%	-0.92%	5.57%	12.20%	N/A	4.29%
Benchmark	8.53%	4.84%	15.21%	14.33%	N/A	5.92%

Class I inception date: 05/24/2021

Class I net/gross expense ratio (%) 0.84 / 0.84

Returns of less than one year are not annualized.

The Investment Advisor has contractually agreed to limit the Total Annual Fund Operating Expenses for Class I of the BBH Select Series - Mid Cap Fund after excluding certain expenses to 0.90% through March 1, 2026. The Expense Limitation Agreement may only be terminated during its term with approval of the Fund's Board of Trustees.

Performance data quotes represents past performance. Past performance does not guarantee future results, and current performance may be lower or higher than the past performance data quoted. The investment return and principal value will fluctuate, and shares, when redeemed, may be worth more or less than the original cost. For performance current to the most recent month-end please call 1-800-625-5759. Shares redeemed within 30 days of purchase are subject to a redemption fee of 2%.

The Russell Midcap Index, the Fund's benchmark, is a market capitalization-weighted index comprised of approximately 800 publicly traded U.S. companies with market caps of between $1 and $66 billion. The index is not available for direct investment. The composition of the index is materially different than the Fund's holdings.

Sources: BBH & Co. and Russell

also did well, up 13.2%. These sectors rebounded strongly off the post Liberation Day lows encouraged by continued strong economic data, robust profit growth, and muted inflation. On the flipside, energy and consumer staples were the weakest sectors, down -5.2% and -1.2%, respectively. Real estate was also down -0.4% as the outlook for interest rates has remained uncertain. The Fund saw tailwinds from its overweight in information technology and industrials, as well as its underweight in energy. However, several of our technology and healthcare companies were impacted by tariffs and academic and life science funding cuts.

Portfolio contribution

For the quarter, the Fund's largest positive contributors were **Guidewire Software Inc.** (Guidewire) and **Shift4 Payments Inc.** (Shift4).

Guidewire returned 25.7% during the quarter, ending as our largest position with a weight of 6.1%. Guidewire is the leading provider of core systems software to the property and casualty (P&C) insurance industry. Guidewire continues to go from strength to strength, announcing record fiscal Q3 results during the quarter and raising full-year guidance across the board. All key metrics were ahead of expectations, led by acceleration in annual recurring revenue (ARR) driven by high close rates and record-low attrition. Guidewire continues to enjoy accelerating momentum with a record 17 cloud deals, as insurance companies continue to prioritize the modernization of their core systems to enhance operational agility and address rising regulatory complexity and evolving risk environments. As Guidewire continues to win new logos and expand relationships, it benefits from a growing referenceable base, which should support a flywheel of more frequent wins, larger deal sizes, and longer-duration, strategic platform conversations. Operating margins expanded by 710 basis points (bps)[1], underscoring the scalability of the model, and full-year guidance now implies 18% revenue growth, up from 16% at the beginning of the year.

HOLDINGS (AS OF JUNE 30, 2025)	
Guidewire Software Inc	6.1%
GFL Environmental Inc	5.4%
Shift4 Payments Inc (Class A)	5.0%
CBRE Group Inc (Class A)	4.8%
Take-Two Interactive Software Inc	4.7%
Watsco Inc	4.2%
LPL Financial Holdings Inc	4.1%
Brown & Brown Inc	4.1%
GXO Logistics Inc	4.0%
AptarGroup Inc	3.8%
HEICO Corp (Class A)	3.5%
Entegris Inc	3.5%
Arista Networks Inc	3.4%
Darling Ingredients Inc	3.4%
Wyndham Hotels & Resorts Inc	3.3%
Advanced Drainage Systems Inc	3.3%
Vulcan Materials Co	3.2%
UL Solutions Inc (Class A)	3.0%
ICON PLC	2.9%
Globant SA	2.6%
Bruker Corp	2.6%
Keysight Technologies Inc	2.6%
West Pharmaceutical Services Inc	2.6%
Bright Horizons Family Solutions Inc	2.5%
Zebra Technologies Corp (Class A)	2.3%
WillScot Holdings Corp	2.1%
NVR Inc	1.4%
Mister Car Wash Inc	1.2%
Cash & Cash Equivalents	4.4%

Holdings are subject to change.

Shift4 returned 21.3% during the quarter, ending with a weight of 5.0%. Shift4 is an integrated payments processor, specializing in the hospitality vertical, including restaurants, lodging, and leisure. Shift4 reported a strong quarter, with volumes, net revenue, EBITDA, and earnings per share (EPS) above consensus, and it increased guidance for net revenue and EBITDA and reaffirmed its guidance for volumes and free cash flow conversion. Shift4 continues to win share in its legacy restaurant and hospitality verticals, while expanding rapidly in new verticals and geographies. End-to-end volumes of $45.0 billion increased 35% and beat consensus by 4%, and organic net revenue growth is expected to be over 20% in 2025, supporting strong free cash flow generation. We

[1] Basis point (bp) is a unit that is equal to 1/100th of 1% and is used to denote the change in price or yield of a financial instrument.

believe the market has also become more comfortable with Shift4's acquisition of Global Blue. Global Blue is the #1 provider of tax-free shopping solutions for over 75,000 retailers worldwide, and it will be Shift4's largest-ever acquisition. We are positive on Global Blue and believe it will add new capabilities and cross-sell opportunities while dramatically expanding Shift4's international footprint and addressable market.

The Fund's largest detractors to performance in the quarter were **Watsco Inc.** (Watsco) and **Globant S.A.** (Globant).

Watsco declined -12.6% during the quarter, ending with a weight of 4.2%. Watsco is the largest national independent distributor of residential heating, ventilation, and air conditioning (HVAC) products. Watsco reported surprisingly weaker than expected Q1 revenue, partially offset by stronger gross margins. Core U.S. residential replacement HVAC sales grew at a very strong +10% year-over-year rate, but that growth was offset by commercial revenue, which declined -10% year over year, and new construction, which also declined. The decline in those segments was impacted by temporary inventory dynamics as the HVAC industry transitions to a new refrigerant technology. Watsco has moved faster than peers to embrace the new technology, which comes with higher pricing, but there has been strong demand for legacy units as peers sell down their remaining inventory. While volumes were temporarily down, gross margins exceeded expectations due to the positive mix effect of selling more units into the higher-margin residential replacement end market.

Globant declined -22.8% during the quarter, ending with a weight of 2.6% after adding to the position. Globant is the second-largest pure-play digital software engineering vendor with a focus on front-end, custom-designed software engineering applications that are mission critical to its customers. Globant reported a weak quarter and substantially cut its guidance on the top and bottom lines. While the company's sales pipeline is up 20% year over year, tariff-related uncertainty has impacted a significant portion of its customers. It is seeing a slower pace of pipeline conversion in the U.S., and Latin American revenues were down -8.6% in the quarter, with notable declines in Mexico and Brazil and large accounts in airlines, pharma, and technology. Customers in these geographies and sectors are particularly wary of tariff uncertainty and are delaying projects with Globant as they seek to reduce spending where possible. Management has sought to de-risk estimates by reducing revenue growth guidance to just 2.0% for 2025, down from over 10% previously. The new guidance essentially implies no sequential growth in revenues. Globant continues to have a strong balance sheet (net debt to EBITDA of 0.3x) with a variable cost structure that should allow it to protect margins and cash flows while driving renewed growth through investments in its largest accounts and artificial intelligence (AI) studios.

Portfolio changes

We did not initiate any new positions in the second quarter, but we exited two positions in **Toro Co.** (Toro) and **Crown Holdings Inc.** (Crown) where we felt the market did not fully appreciate the risk from higher tariffs and there were attractive opportunities to redeploy proceeds.

As a global leader in the manufacturing of aluminum beverage cans and industrial transit packaging, with approximately half its beverage volumes from emerging markets in Southeast Asia and Latin America, Crown has significant exposure to higher tariffs and lower global trade.

As a designer and manufacturer of turf and construction equipment, Toro has proven to be more macroeconomically sensitive and less durable than its historic track record would suggest, and tariffs could lead to increased costs, supply chain disruption, and reduced demand for many of its products.

We also trimmed **Zebra Technologies Corp.** due to heightened tariff risks, and **Brown & Brown Inc.**, Guidewire, and **Heico Corp**. on higher valuations.

We redeployed these proceeds into several portfolio companies where we felt the share price reaction to higher tariffs was overdone and/or the management team was being conservative in its forward guidance given continued uncertainty impacting the end markets they serve. These include Globant S.A., **GXO Logistics Inc.**, Shift4, **ICON plc.**, **Keysight Technologies Inc.**, **West Pharmaceutical Services**, and **Willscot Holdings Corp**.

Our turnover[2] during the quarter and last twelve months was 4.2% and 15.9%, respectively.

Conclusion

At the end of the second quarter of 2025, we held positions in 28 companies with 46% of assets in the 10 largest holdings. As of June 30, 2025, the Fund was trading at 87% of our underlying intrinsic value[3] estimates on a weighted-average basis. We ended the quarter with a cash position of 4.4%.

With a process focused on bottom-up fundamentals analysis of individual securities, we do not invest based on macro or political trendlines, which cannot be predicted over our investment horizon. This quarter is a good example of how we try to incorporate new information on a name-by-name basis and act when we feel the market has been overly generous or punitive in its assessment. We also have a long-term outlook of three to five years, which allows us to look through negative developments that might impact the current year.

For example, many of the companies that we have chosen to add to in the recent quarter have been impacted by tariffs or academic and government life science funding cuts. The magnitude of proposed tariffs and funding cuts have been greater than anticipated, and their impact on our companies has not been straightforward. For example, outsourced information technology software vendor Globant S.A. has been the most impacted by tariffs. Even though they don't produce physical goods, many of their Latin American clients chose to pause or postpone projects due to the tariff uncertainty. Similarly, contract research outsourcer ICON plc. has seen cancellations increase due to life science funding cuts and policy uncertainty. While these headwinds are real, we believe the structural growth drivers and competitive moats of both businesses remain intact, and we find them compelling given the historically low valuations on depressed earnings.

Thank you for your interest in the BBH Select Series – Mid Cap Fund. Please reach out if you have any questions.

Sincerely,

Timothy F. Harris
Fund Manager

[2] Turnover is defined as the lesser of purchases or sales divided by the average total portfolio market value for that time period.

[3] The weighted average percentage of intrinsic value represents the market value of the portfolio securities as a percentage of what BBH estimates to be the present value of the cash that the portfolio's businesses can generate and distribute to shareholders over the businesses' remaining life.

SHARE CLASS OVERVIEW (AS OF JUNE 30, 2025)

	Ticker	Inception date	Total net assets (mil)	NAV
Class I	BBMIX	5/24/2021	$523.6	$11.83

Equity weighting As of June 30, 2025	
Common stock	95.6%
Cash and cash equivalents	4.4%
Other assets in excess of liabilities	0.0%
Total	**100.0%**

Fund facts As of June 30, 2025	
Number of securities held	28
Price / intrinsic value (P/IV)	87%
Average market cap (bil)	$21.6
Turnover (rolling 12-months)	15.9%

Excludes cash equivalents.

Sector weighting As of June 30, 2025	
Industrials	26.6%
Information Technology	21.4%
Financials	13.8%
Consumer Discretionary	8.8%
Health Care	8.5%
Materials	7.3%
Real Estate	5.1%
Communication Services	5.0%
Consumer Staples	3.6%
Energy	0.0%
Utilities	0.0%
Total	**100.0%**

Reported as a percentage of portfolio securities, excluding cash and cash equivalents.

Top ten companies As of June 30, 2025	
Guidewire Software Inc	6.1%
GFL Environmental Inc	5.4%
Shift4 Payments Inc	5.0%
CBRE Group Inc	4.8%
Take-Two Interactive Software Inc	4.7%
Watsco Inc	4.2%
LPL Financial Holdings Inc	4.1%
Brown & Brown Inc	4.1%
GXO Logistics Inc	4.0%
AptarGroup Inc	3.8%
Total	**46.3%**

Reported as a percentage of total portfolio.

RISKS

Investors in the Fund should be able to withstand short-term fluctuations in the equity markets and fixed income markets in return for potentially higher returns over the long term. The value of portfolios changes every day and can be affected by changes in interest rates, general market conditions and other political, social and economic developments.

The Fund is 'non-diversified' and may assume large positions in a small number of issuers which can increase the potential for greater price fluctuation.

Foreign investing involves special risks including currency risk, increased volatility, political risks, and differences in auditing and other financial standards.

Investing in small or medium sized companies typically exhibit greater risk and higher volatility than larger, more established companies.

Securities issued in IPOs have no trading history, and information about the companies may be available for very limited periods. In addition, the prices of securities sold in IPOs may be highly volatile or may decline shortly after the IPO. Asset allocation decisions by a large investor or an investment adviser, particularly large redemptions, may adversely impact remaining Fund shareholders.

For more complete information, visit www.bbhfunds.com for a prospectus. You should consider the fund's investment objectives, risks, charges and expenses carefully before you invest. Information about these and other important subjects is in the fund's prospectus, which you should read carefully before investing.

Shares of the Fund are distributed by ALPS Distributors, Inc. and is located at 1290 Broadway, Suite 1000, Denver, CO 80203.

Brown Brothers Harriman & Co. ("BBH"), a New York limited partnership, was founded in 1818 and provides investment advice to registered mutual funds through a separately identifiable department (the "SID"). The SID is registered with the U.S. Securities and Exchange Commission under the Investment Advisers Act of 1940.

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