

# BBH Select Series - Large Cap Fund

Monthly Fund Update / May 2022

The S&P 500's modest gain of 0.18% for May obscures a more volatile period in which the benchmark briefly touched bear market territory, declining 20% on a year-to-date basis, before staging a partial recovery. The Federal Reserve faces the challenge of taming inflation without extinguishing growth following the disconnect between a robust economic backdrop and poor equity returns.

For the month, the BBH Select Series – Large Cap Fund (“the Fund”) declined -0.90%. The Fund’s top contributor was auto insurer Progressive (PGR), gaining 11.20%, and the largest detractor was warehouse club retailer Costco (COST), declining 12.32%. Materials and Information Technology were the leading sector contributors, while Consumer Discretionary and Staples were the largest sector detractors. During the period we initiated a new position in digital media software provider Adobe (ADBE) and sold specialty coffee retailer Starbucks (SBUX). The Fund ended the period with 30 positions and 1.27% in cash.

Insurance holdings Berkshire Hathaway (BRK.B), Arthur J. Gallagher (AJG), and Progressive have been strong portfolio performers over the past year. Progressive, being the top Fund contributor on a one month, year-to-date and trailing 12-month basis, reflects this best-in-class insurer’s recovering underwriting profitability.

Shares of Costco and other major retailers came under pressure mid-month when Target (TGT) and Walmart (WMT) reported disappointing results exhibiting margin pressure and changing consumer behavior. While Costco’s business is not immune to these factors, their inventory management and membership driven business model position it well on a relative basis.

We initiated a position in Adobe, a software provider that plays a critical role in enabling the economy’s digital transformation, content proliferation, marketing, and e-commerce with industry-leading unit economics. Adobe’s front-office software enjoys excellent margins, strong free cash flow generation, and attractive returns on invested capital.

We exited our investment in Starbucks primarily due to an unexpected and protracted leadership transition. Additionally, an uncertain backdrop driven by labor, increasing investments, and the resurgence of strict COVID restrictions in China are further challenges the business must navigate in the near term leading to a wider range of outcomes than we had anticipated.

Performance								
	Total Returns			Average Annual Total Returns				
As of 05/31/2022	1 Mo.*	3 Mo.*	YTD*	1 Yr.	3 Yr.	5 Yr.	10 Yr.	Since Inception
<b>BBH Select Series - Large Cap Fund (Class I)</b>	-0.90%	-4.71%	-15.27%	-2.84%	N/A	N/A	N/A	8.86%
<b>S&amp;P 500</b>	0.18%	-5.16%	-12.76%	-0.30%	N/A	N/A	N/A	14.64%
<b>BBH Select Series - Large Cap Fund (Retail Class)</b>	-0.91%	-4.75%	-15.39%	-3.19%	N/A	N/A	N/A	8.39%
<b>S&amp;P 500</b>	0.18%	-5.16%	-12.76%	-0.30%	N/A	N/A	N/A	14.64%
As of 03/31/2022	1 Mo.*	3 Mo.*	YTD*	1 Yr.	3 Yr.	5 Yr.	10 Yr.	Since Inception
<b>BBH Select Series - Large Cap Fund (Class I)</b>	3.69%	-7.81%	-7.81%	14.20%	N/A	N/A	N/A	13.14%
<b>S&amp;P 500</b>	3.71%	-4.60%	-4.60%	15.65%	N/A	N/A	N/A	19.78%
<b>BBH Select Series - Large Cap Fund (Retail Class)</b>	3.64%	-7.94%	-7.94%	13.76%	N/A	N/A	N/A	12.62%
<b>S&amp;P 500</b>	3.71%	-4.60%	-4.60%	15.65%	N/A	N/A	N/A	19.78%

Class I: Net/Gross Expense Ratio (%) 0.70 / 0.70

Retail Class: Net/Gross Expense Ratio (%) 1.05 / 2.68

\* Returns are not annualized.

The Investment Adviser has contractually agreed to limit the Total Annual Fund Operating Expenses for Retail Class shares to 0.80% until March 1, 2023. After exclusions, total net operating expenses for Retail Class shares will be 1.05%. The Expense Limitation Agreement may only be terminated during its term with approval of the Fund's Board of Trustees (the "Board"). Funds redeemed within 30 days of purchase are subject to a redemption fee of 2%.

**Performance data quoted 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 sold, 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.**

The S&P 500 is an unmanaged weighted index of 500 stocks providing a broad indicator of stock price movements. The composition of the index is materially different than the Fund's holdings. The index is not available for direct investment.

All performance is net of fees  
Sources: BBH & Co. and S&P

**BBH Fund Information Service: (800) 625-5759**

Share Class Overview  
As of May 31, 2022

	Ticker	Inception Date	Total Net Assets (mil)	NAV
<b>Class I</b>	BBLIX	09/09/2019	\$405.2	\$12.15
<b>Retail Class</b>	BBLRX	09/09/2019	\$1.1	\$12.04

Equity Weighting  
As of May 31, 2022

Common Stock	98.7%
Cash and Cash Equivalents	1.3%
<b>Total</b>	<b>100.0%</b>

Fund Facts  
As of May 31, 2022

Number of Securities Held	30
Average P/E	26.3
Average Market Cap (bil)	\$287.9
Turnover (Rolling 12-Months)	19.86%
Exclude cash equivalents	

Sector Weighting  
As of May 31, 2022

Communication Services	6.7%
Consumer Discretionary	13.5%
Consumer Staples	7.3%
Energy	0.0%
Financials	20.0%
Health Care	13.5%
Industrials	10.7%
Information Technology	17.7%
Materials	10.7%
Real Estate	0.0%
Utilities	0.0%
<b>Total</b>	<b>100.0%</b>

Reported as a percentage of portfolio securities, excluding Cash and Cash Equivalents.

Top 10 Companies  
As of May 31, 2022

Alphabet Inc	6.6%
Berkshire Hathaway Inc	6.3%
Mastercard Inc	5.9%
Arthur J Gallagher & Co	4.8%
Linde PLC	4.6%
Amazon.com Inc	3.9%
Microsoft Corp	3.9%
Progressive Corp	3.9%
Alcon Inc	3.8%
Zoetis Inc	3.8%
<b>Total</b>	<b>47.6%</b>

Reported as a percentage of total portfolio.

Holdings are subject to change. Totals may not sum due to rounding.

Price/Earnings (P/E) ratio is a company's current share price divided by earnings per-share.

Turnover ratio is the rate of trading in a portfolio; higher values imply more frequent trading.

Opinions, forecasts, and discussions about investment strategies represent the author's views as of the date of this commentary and are subject to change without notice. References to specific securities, asset classes, and financial markets are for illustrative purposes only and are not intended to be, and should not be interpreted as recommendations.

Purchase and sale information provided should not be considered as a recommendation to purchase or sell a particular security and that there is no assurance, as of the date of publication, that the securities purchased remain in a fund's portfolio or that securities sold have not been repurchased.

**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.

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

**For more complete information, visit [www.bbhfunds.com](http://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. BBH acts as the Fund Administrator and is located at 140 Broadway, New York, NY 10005.

**Not FDIC Insured**

**No Bank Guarantee**

**May Lose Money**

**BBH Fund Information Service: (800) 625-5759**

IM-11231-2022-06-14

BBH003542

Exp. Date 07/31/2022