

BBH Select Series – Mid Cap Fund

Monthly Fund Update / April 2023

The BBH Select Series – Mid Cap Fund (“the Fund”) returned -0.65% in February, compared to a -0.53% decline for the Russell Midcap Index. Relative to the index, the Fund’s top contributor for the month was Watsco Inc. and the largest detractor was Aspen Technology.

Watsco Inc. (“Watsco”) returned 9.7% in April. The company reported strong quarter-end results, with 2% revenue growth in Q1 2023 compared to Q1 2022 despite a much more limited benefit from price increases by heating, ventilation, and air conditioning (“HVAC”) equipment manufacturers. The secular trends of heat pump and ductless system adoption were additive to the company’s overall growth rate. Gross margin was the real highlight at 28.9%, their second highest quarterly margin ever, driven by successful product pricing and positive mix shift. Expenses were also well-managed and translated to earnings that exceeded expectations. Watsco is well-positioned as they enter the peak summer selling season for HVAC equipment.

Aspen Technology (“Aspen”) declined -22.7% in April. Aspen reported disappointing fiscal Q3 2023 results and consequently lowered their guidance expectations. Sales expectations were only modestly reduced, with Annual Contract Volume growth guidance narrowed to +11%-12% annual growth compared to the prior +10.5%-13.5%. Most of this weakness stems from more challenging conditions that negatively impact their chemical industry customers. Aspen also lowered fiscal 2023 free cash flow expectations as elongated customer project implementations and conversion to term licenses will delay revenues in the Digital Grid Management (“DGM”) business serving utilities. These issues appear controllable and temporary, and the opportunity for the DGM business remains bright.

Performance								
Total Returns				Average Annual Total Returns				
	1 Mo.	3 Mo.	YTD	1 Yr.	3 Yr.	5 Yr.	10 Yr.	Since Inception
BBH Select Series – Mid Cap Fund (Class I)	-0.65%	-3.39%	6.67%	-2.15%	N/A	N/A	N/A	-4.70%
Russell Midcap Index	-0.53%	-4.43%	3.51%	-1.69%	N/A	N/A	N/A	-3.98%
	1 Mo.	3 Mo.	YTD	1 Yr.	3 Yr.	5 Yr.	10 Yr.	Since Inception*
BBH Select Series – Mid Cap Fund (Class I)	-1.82%	7.38%	7.38%	-10.71%	N/A	N/A	N/A	-4.57%
Russell Midcap Index	-1.53%	4.06%	4.06%	-8.78%	N/A	N/A	N/A	-3.88%

Class I: Net / Gross Expense Ratio (%) 0.90 / 2.29

Returns of less than one year are not annualized.

Brown Brothers Harriman & Co., through a separately identifiable department (“Investment Advisor”) has contractually agreed to limit the Total Annual Fund Operating Expenses excluding certain expenses to 0.90% through March 1, 2024. Total Annual Fund Operating Expenses are based on estimated amounts for the current fiscal year.

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. Shares redeemed within 30 days of purchase are subject to a redemption fee of 2%.

The Russell Midcap Index 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.

BBH Fund Information Service: (800) 625-5759

Share Class Overview				
As of April 30, 2023				
	Ticker	Inception Date	Total Net Assets (mil)	NAV
Class I	BBMIX	05/24/2021	\$54.7	\$9.11

Equity Weighting		Sector Weighting		Top 10 Companies	
As of April 30, 2023		As of April 30, 2023		As of April 30, 2023	
Common Stock	95.1%	Communication Services	4.7%	Watsco Inc	7.4%
Cash & Cash Equivalents	4.9%	Consumer Discretionary	11.6%	Brown & Brown Inc	5.7%
Total	100.0%	Consumer Staples	2.8%	Entegris Inc	5.6%
		Energy	0.0%	NVR Inc	5.5%
		Financials	13.9%	Crown Holdings Inc	5.4%
		Health Care	6.6%	Arista Networks Inc	4.8%
		Industrials	23.0%	AMN Healthcare Services Inc	4.6%
		Information Technology	23.9%	Guidewire Software Inc	4.6%
		Materials	13.4%	Take-Two Interactive Software Inc	4.4%
		Real Estate	0.0%	Vulcan Materials Co	4.1%
		Utilities	0.0%	Total	52.2%
		Total	100.0%	Reported as a percentage of total portfolio.	
		Reported as a percentage of portfolio securities, excluding Cash and Cash Equivalents.			

Fund Facts	
As of April 30, 2023	
Number of Securities Held	25
Average P/E	22.2
Average Market Cap (bil)	\$13.1
Turnover (Rolling 12 Months)	22.7%
Excludes cash equivalents.	

Portfolio holdings and characteristics are subject to change. Totals may not sum due to rounding.

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.

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.

Not FDIC Insured

No Bank Guarantee

May Lose Money