

# BBH Select Series – Mid Cap Fund

Monthly Fund Update / July 2023

The BBH Select Series – Mid Cap Fund (“the Fund”) returned 2.20% in July, compared to a 3.97% return for the Russell Midcap Index (“the Index”). Relative to the index, the Fund’s top contributor for the month was Guidewire Software Inc. and the largest detractor was Arista Networks Inc.

Guidewire Software Inc. (“Guidewire”) returned 11.5% in July. When Guidewire reported fiscal Q3 earnings in June, it surprised investors by excluding initial fiscal 2024 guidance as it did in prior years. Investors subsequently recognized the procedural change aimed to bring its guidance timing more in-line with the norm rather than an indication of business visibility. Guidewire is the leading core software systems provider to the insurance industry and its pricing is directly tied to its customers’ direct written premiums. As hurricane season renewed attention on large insurance price increases, Guidewire is correctly seen as a beneficiary. Lastly, as a category, cloud software outperformed benchmarks in July.

Arista Networks Inc. (“Arista”) declined -4.3% in July. Arista is the leading provider of high-speed data center networking switches for large cloud providers, including its two largest customers Meta Platforms and Microsoft. As various data center suppliers reported weaker purchasing trends, concerns grew that Arista would be negatively impacted as well. When Meta Platforms announced it was reducing capital expenditures in 2023 based on less (non-artificial intelligence related) server spending and some project delays into 2024, Arista’s stock price declined on fears that Meta was purchasing less Arista equipment. However, Arista reported earnings after month-end with higher-than-expected revenue and earnings for Q2, as well as increased guidance for all of 2023, and was able to recover the stock price decline.

Performance								
Total Returns				Average Annual Total Returns				
As of 07/31/2023	1 Mo.	3 Mo.	YTD	1 Yr.	3 Yr.	5 Yr.	10 Yr.	Since Inception
<b>BBH Select Series – Mid Cap Fund (Class I)</b>	2.20%	11.96%	19.44%	8.63%	N/A	N/A	N/A	0.91%
<b>Russell Midcap Index</b>	3.97%	9.49%	13.33%	8.75%	N/A	N/A	N/A	0.55%
As of 06/30/2023	1 Mo.	3 Mo.	YTD	1 Yr.	3 Yr.	5 Yr.	10 Yr.	Since Inception*
<b>BBH Select Series – Mid Cap Fund (Class I)</b>	7.54%	8.83%	16.86%	18.67%	N/A	N/A	N/A	-0.10%
<b>Russell Midcap Index</b>	8.34%	4.76%	9.01%	14.92%	N/A	N/A	N/A	-1.27%
Class I: Net / Gross Expense Ratio (%) 0.90 / 2.29							All performance is net of fees Sources: BBH & Co. and Russell	
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.								
<b>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%.</b>								
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 July 31, 2023				
	Ticker	Inception Date	Total Net Assets (mil)	NAV
<b>Class I</b>	BBMIX	05/24/2021	\$114.5	\$10.20

  

Equity Weighting As of July 31, 2023		Sector Weighting As of July 31, 2023		Top 10 Companies As of July 31, 2023	
Common Stock	96.5%	Communication Services	5.0%	Entegris Inc	6.6%
Cash & Cash Equivalents	3.5%	Consumer Discretionary	13.8%	Watsco Inc	6.5%
<b>Total</b>	<b>100.0%</b>	Consumer Staples	3.9%	Brown & Brown Inc	5.6%
		Energy	0.0%	Crown Holdings Inc	5.2%
		Financials	13.1%	Guidewire Software Inc	5.1%
		Health Care	7.1%	AMN Healthcare Services Inc	5.1%
		Industrials	20.5%	NVR Inc	5.0%
		Information Technology	23.8%	Advanced Drainage Systems Inc	4.9%
		Materials	12.7%	Take-Two Interactive Software Inc	4.9%
		Real Estate	0.0%	Vulcan Materials Co	4.1%
		Utilities	0.0%	<b>Total</b>	<b>53.0%</b>
		<b>Total</b>	<b>100.0%</b>	Reported as a percentage of total portfolio.	
		Reported as a percentage of portfolio securities, excluding Cash and Cash Equivalents.			

  

Fund Facts As of July 31, 2023	
Number of Securities Held	26
Average P/E	25.5
Average Market Cap (bil)	\$14.1
Turnover (Rolling 12 Months)	13.23%
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 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](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.

**Not FDIC Insured**

**No Bank Guarantee**

**May Lose Money**