

# Large Cap Concentrated Composite

As of 31 Mar 2022

# DIAMOND HILL

INVESTED IN THE LONG RUN

## Team

**Chuck Bath, CFA**  
Portfolio Manager

**Austin Hawley, CFA**  
Portfolio Manager

**Brian Fontanella, CFA**  
Portfolio Specialist

## Philosophy and Process Highlights

Under our intrinsic value philosophy, we:

- Treat every investment as a partial ownership interest in that company
- Seek to invest at a discount to intrinsic value
- Possess a long-term investment temperament
- Recognize that market price and intrinsic value tend to converge over a reasonable period of time

## Portfolio Guidelines

- Typically 20 positions
- Maximum position size is 10%
- Top 10 holdings are typically greater than 50% of net assets
- Maximum industry exposure is 25%
- Maximum sector exposure is 35%

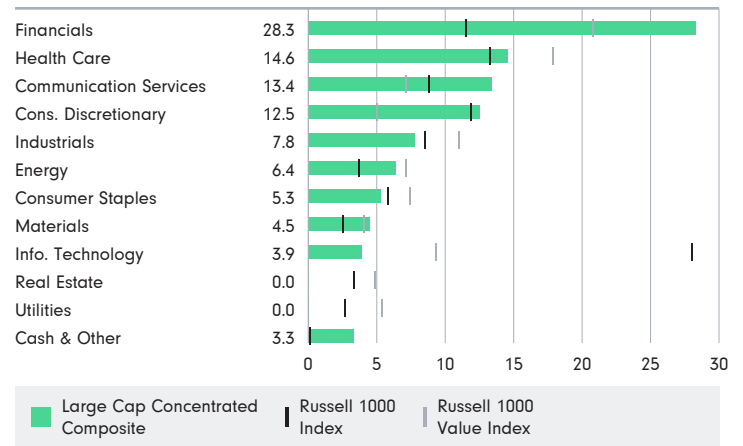
## Market Capitalization

Holdings are derived from holdings in the Diamond Hill Large Cap portfolio. The Large Cap Concentrated portfolio typically invests in companies with a market capitalization of \$15 billion or greater.

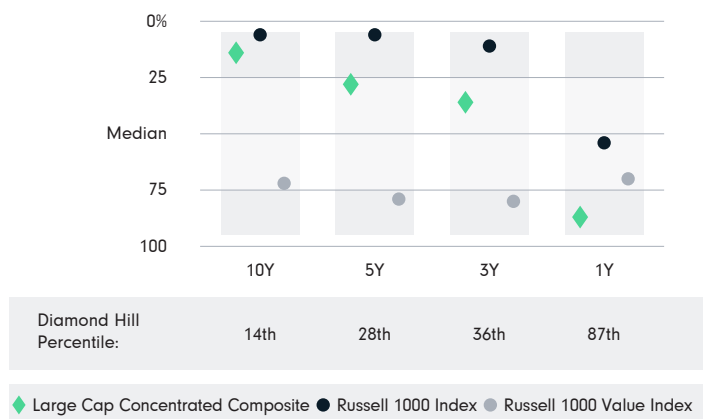
## Top Ten Equity Holdings

	Sector	% of Net Assets
American International Group, Inc.	Financials	8.7
ConocoPhillips	Energy	6.4
Abbott Laboratories	Health Care	6.2
Berkshire Hathaway, Inc. (CI B)	Financials	5.8
PepsiCo, Inc.	Consumer Staples	5.3
Bank of America Corp.	Financials	4.9
Walt Disney Co.	Communication Services	4.7
General Motors Co.	Cons. Discretionary	4.6
KKR & Co., Inc. (CI A)	Financials	4.5
Pfizer, Inc.	Health Care	4.5
Total as % of Net Assets		55.6
Total Holdings		20

## Sector Allocation (%)<sup>1</sup>



## Peer Group Quartile Rankings<sup>2</sup>



## Best and Worst Performers (%)<sup>3</sup>

	1Q22 Contribution	Ending Weight
<b>Best</b>		
Chevron Corp.	1.1	0.0
Berkshire Hathaway, Inc. (CI B)	1.0	5.8
American International Group, Inc.	0.9	8.7
Freeport-McMoRan, Inc.	0.8	4.5
ConocoPhillips	0.4	6.4
<b>Worst</b>		
Meta Platforms, Inc. (CI A)	-1.4	4.4
NVR, Inc.	-1.2	4.2
General Motors Co.	-1.1	4.6
KKR & Co., Inc. (CI A)	-1.1	4.5
Abbott Laboratories	-1.0	6.2

<sup>1</sup> Cash & Other may include cash, treasuries, money market funds and short duration fixed income funds.

<sup>2</sup> Source: eVestment. Ranking within eVestment US Large Cap Value equity universe based on monthly returns gross of fees. Ranking data calculated on 18 Apr 2022 (as of 31 Mar 2022) and is subject to change as additional firms within the category submit data.

<sup>3</sup> Source: FactSet. Securities referenced may not be representative of all portfolio holdings. Contribution to return is not indicative of whether an investment was or will be profitable. To obtain contribution calculation methodology and a complete list of every holding's contribution to return during the period, contact 855.255.8955 or info@diamond-hill.com.

# Large Cap Concentrated Composite

As of 31 Mar 2022

## Portfolio Characteristics vs Benchmark<sup>4</sup>

	Large Cap Concentrated Composite	Russell 1000 Index	Russell 1000 Value Index
Median Forward P/E	16.6x	19.4x	18.0x
Median Trailing P/E	17.0x	22.9x	21.0x
Weighted Average Dividend Yield	1.5%	1.3%	1.9%
Median Price/Book	4.2x	3.6x	3.0x
Median Price/Sales	2.9x	3.2x	2.8x
Median Market Capitalization	\$124.8B	\$14.3B	\$13.2B
Weighted Average Market Cap.	\$245.6B	\$564.4B	\$153.9B
Portfolio Turnover (5-Year)	40%	—	—
Active Share <sup>5</sup> vs Core <sup>6</sup> /Value <sup>7</sup> Benchmark	90%/89%	—	—
Upside/Downside Capture Ratio <sup>8</sup> vs Core Benchmark <sup>6</sup>	97%/103%	—	—
Upside/Downside Capture Ratio <sup>8</sup> vs Value Benchmark <sup>7</sup>	107%/100%	—	—

<sup>4</sup>Source: FactSet.

<sup>5</sup>Source: FactSet. Active share measures the difference between portfolio holdings and the benchmark. The higher the active share, the greater the difference.

<sup>6</sup>The Russell 1000 Index is the core benchmark.

<sup>7</sup>The Russell 1000 Value Index is the value benchmark.

<sup>8</sup>Source: eVestment based on monthly returns (gross of fees) from 1 Jan 2012 – 31 Mar 2022.

Period and Annualized Total Returns (%)	Since Inception (31 Dec 2011)	10Y	5Y	3Y	1Y	YTD	1Q22
Gross of Fees	14.21	13.84	13.10	16.08	9.18	-5.06	-5.06
Net of Fees	13.79	13.41	12.57	15.58	8.72	-5.17	-5.17
Russell 1000 Index	15.51	14.53	15.82	18.71	13.27	-5.13	-5.13
Russell 1000 Value Index	12.55	11.70	10.29	13.02	11.67	-0.74	-0.74

Calendar Year Returns (%)	2012	2013	2014	2015	2016	2017	2018	2019	2020	2021
Gross of Fees	10.00	38.75	10.70	-0.59	19.17	19.27	-7.16	31.76	10.52	27.42
Net of Fees	9.74	37.22	10.62	-0.46	19.15	18.56	-7.63	31.18	10.03	26.90
Russell 1000 Index	16.42	33.11	13.24	0.92	12.05	21.69	-4.78	31.43	20.96	26.45
Russell 1000 Value Index	17.51	32.53	13.45	-3.83	17.34	13.66	-8.27	26.54	2.80	25.16

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