

## Team

**Austin Hawley, CFA**  
Portfolio Manager

**Rick Snowden, CFA**  
Portfolio Manager

## 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 20–30 positions
- Maximum position size is 10%
- Top 10 holdings are typically greater than 40% of net assets
- Maximum industry exposure is 25%
- Maximum sector exposure is 35%

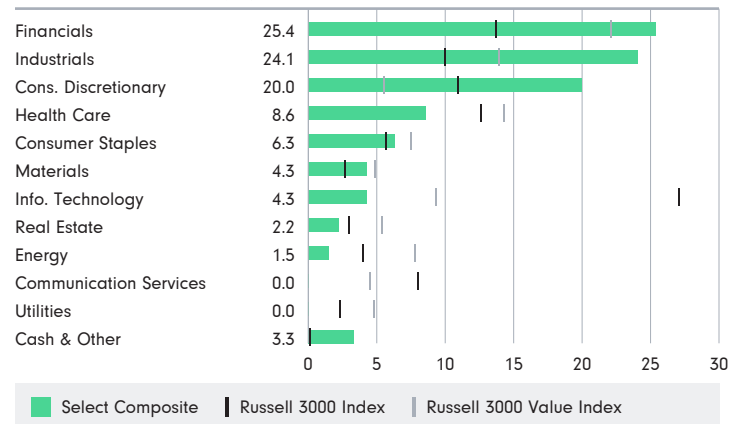
## Market Capitalization

The portfolio typically invests in companies with a market capitalization of \$500 million or greater.

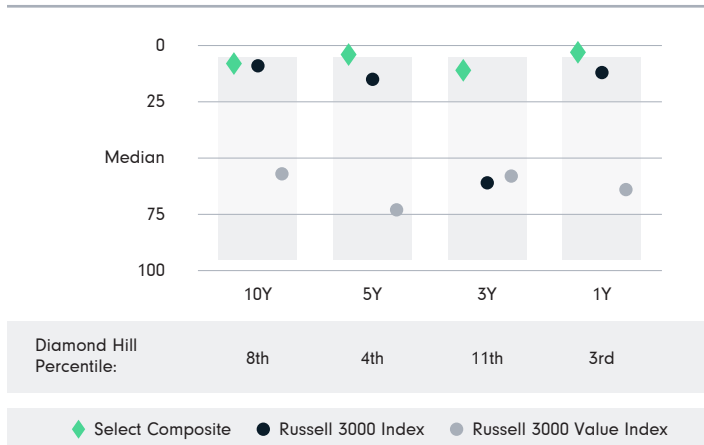
## Top Ten Equity Holdings<sup>1</sup>

	Sector	% of Net Assets
Mr. Cooper Group, Inc.	Financials	7.7
Red Rock Resorts, Inc. (CI A)	Cons. Discretionary	6.8
WESCO International, Inc.	Industrials	6.4
American International Group, Inc.	Financials	6.1
Cimpress PLC	Industrials	5.4
Regal Rexnord Corp.	Industrials	4.4
Ashland Global Holdings, Inc.	Materials	4.3
CarMax, Inc.	Cons. Discretionary	4.3
Allstate Corp.	Financials	4.3
Enovis Corp.	Health Care	3.7
Total as % of Net Assets		53.3
Total Holdings		27

## Sector Allocation (%)<sup>2</sup>



## Peer Group Quartile Rankings (%)<sup>3</sup>



## Best and Worst Performers (%)<sup>1</sup>

	Ending Weight
<b>Best</b>	
Red Rock Resorts, Inc. (CI A)	6.8
Mr. Cooper Group, Inc.	7.7
SunOpta, Inc.	2.6
WESCO International, Inc.	6.4
Allstate Corp.	4.3
<b>Worst</b>	
Humana, Inc.	2.9
Rimini Street, Inc. (CI A)	0.0
Diamondback Energy, Inc.	1.5
Alphabet, Inc. (CI A)	0.0
Lancaster Colony Corp.	0.0

<sup>1</sup> Securities referenced may not be representative of all portfolio holdings. The reader should not assume that an investment in the securities was or will be profitable.

<sup>2</sup> Cash & Other may include cash, treasuries, money market funds and short duration fixed income funds.

<sup>3</sup> Source: eVestment. Ranking within eVestment US All Cap Value equity universe based on monthly returns gross of fees. Ranking data calculated on 19 January 2024 (as of 31 December 2023) and is subject to change as additional firms within the category submit data. Diamond Hill pays an annual fee to eVestment to access their platform and to use their data, including peer group rankings, in marketing materials. Diamond Hill does not pay for the ranking.

# Select Composite

As of 31 Dec 2023

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

	Select Composite	Russell 3000 Index	Russell 3000 Value Index
Median Forward P/E	18.4x	17.7x	15.8x
Median Trailing P/E	18.1x	19.7x	16.9x
Median Price/Book	2.0x	2.2x	1.7x
Median Price/Sales	1.8x	2.1x	2.0x
Median Market Capitalization	\$15.1B	\$2.1B	\$2.1B
Weighted Average Market Cap.	\$79.5B	\$587.0B	\$121.4B
Portfolio Turnover (5Y)	67%	—	—
Active Share <sup>5</sup> vs Core <sup>6</sup> /Value <sup>7</sup> Benchmark	95%/96%	—	—
Upside/Downside Capture Ratio <sup>8</sup> vs Core Benchmark <sup>6</sup>	114%/96%	—	—
Upside/Downside Capture Ratio <sup>8</sup> vs Value Benchmark <sup>7</sup>	117%/99%	—	—

<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 3000 Index is the core benchmark.

<sup>7</sup>The Russell 3000 Value Index is the value benchmark.

<sup>8</sup>Source: eVestment based on monthly returns (gross of fees) from 1 July 2000 – 31 December 2023.

Period and Annualized Total Returns (%)	Since Inception (30 Jun 2000)	20Y	15Y	10Y	5Y	3Y	1Y	YTD	4Q23
Gross of Fees	11.46	11.71	14.29	11.68	17.67	13.93	31.65	31.65	18.30
Net of Fees	10.51	10.77	13.34	10.76	16.73	13.02	30.60	30.60	18.06
Russell 3000 Index	7.34	9.67	13.84	11.48	15.16	8.54	25.96	25.96	12.07
Russell 3000 Value Index	7.54	7.97	11.03	8.28	10.84	8.81	11.66	11.66	9.83

Calendar Year Returns (%)	2009	2010	2011	2012	2013	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023
Gross of Fees	34.83	11.51	-0.58	12.70	45.86	12.59	-0.47	10.84	21.26	-11.19	31.91	15.64	34.48	-16.47	31.65
Net of Fees	33.68	10.56	-1.42	11.74	44.62	11.63	-1.32	9.90	20.23	-11.93	30.86	14.72	33.41	-17.14	30.60
Russell 3000 Index	28.34	16.93	1.03	16.42	33.55	12.56	0.48	12.74	21.13	-5.24	31.02	20.89	25.66	-19.21	25.96
Russell 3000 Value Index	19.76	16.23	-0.10	17.55	32.69	12.70	-4.13	18.40	13.19	-8.58	26.26	2.87	25.37	-7.98	11.66

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