



DANA SMALL CAP EQUITY STRATEGY

QUARTERLY REVIEW

As of September 30, 2022

Stock markets entered the third quarter on a hopeful note in July, yet this hope was dashed by mid-August. Jerome Powell used his August Jackson Hole presentation to deliver a succinct and direct message that the Fed would not change from its tightening policy until inflation was clearly abating. Many market participants were expecting a more accommodative policy, given the impact that the dramatic rise in rates has already had on economic growth. The Fed's firm stance surprised investors and the market resumed its decline. The Russell 2000 Index was down -2.19% for the quarter, holding up better than the S&P 500 Index return of -4.88%. The Q2 earnings season was weaker than recent history, but many companies still managed to exceed cautious expectations. Investors' concerns once again turned towards stubborn worldwide inflation, higher interest rates, the effects of a strong dollar, the ongoing Ukraine conflict, rising concerns about global recession, and Q3 earnings expectations that depicted a deeper earnings decline compared to historical averages.

The Dana Small Cap Equity Strategy posted a decline of -3.73% in Q3. Health Care and Information Technology stock selection lagged benchmark holdings, while Industrials and Consumer Staples holdings added absolute and relative value. Company earnings and guidance combined with market volatility led to a handful of trades during the quarter that we believe better position the Strategy going forward. We remain committed to our relative value discipline.

SECTOR CONTRIBUTORS

Industrials – Strong performance from Clean Harbors, Inc. (CLH) and Advanced Drainage Systems, Inc. (WMS) outperformed in a sector that saw pullbacks in airlines, aerospace & defense, and marine transports. Both companies have strong balance sheets and cash flow. Clean Harbors posted strong EPS and revenues beats and raised this year's EBITDA guidance by 20%. Advanced Drainage also posted strong beats and raised FY1 revenue guidance.

Consumer Staples – In a weak sector filled with decliners in all industries, e.l.f. Beauty, Inc. (ELF) swam upstream beating on EPS with 26% YoY sales growth and raised estimates for EPS, sales, and EBITDA. e.l.f. has been able to raise prices on its low priced, innovative cosmetics and is gaining share.

SECTOR DETRACTORS

Information Technology – Software, semiconductors, and IT services industries had negative industry returns while communications equipment and technology hardware were positive industries. Overweights in semiconductor equipment and IT services put a drag on relative performance. Perficient, Inc. (PRFT) slightly guided EPS and sales lower on project business delays. Semtech Corporation (SMTC) guided down as new orders fell appreciably and the Street reacted to the unpopular acquisition of Sierra Wireless.

Health Care – Biotechnology outpaced all industries in the Health Care sector. Despite a 5% allocation, portfolio holdings failed to keep up with the rally in index holdings. Horizon Therapeutics PLC (HZNP) declined after posting a disappointing quarter.

Characteristics ^{a b}	Dana Small Cap Equity	Ru2000 ETF
Market Cap (\$ billions)	4.4	2.5
Median Market Cap (\$ billions)	3.3	0.9
Dividend Yield (%)	1.2	1.4
3 Year Dividend Growth (%)	7.9	0.2
Return on Equity (ROE) (%) ²	17.2	8.5
P/E NTM ¹	13.0	19.8
NTM Earnings Yield	7.5	4.7
Historical 3Yr Sales Growth (%)	16.2	13.6
PEG	0.8	1.4

*Weighted Average unless noted:
1 Weighted Harmonic Average; 2 Weighted Median*

Market Capture (%) (net of fees) Quarterly Returns Since 9/30/1999	Dana Small Cap Equity	Russell 2000 Index
Alpha	1.79	-
Beta	0.85	1.00
Sharpe Ratio	0.35	0.28
Batting Average	.500	-
Information Ratio	0.12	-

SELECT ADDITIONS

Box, Inc. (BOX) – This content management and collaboration software platform has margin and free cash flow opportunity. Expected revenue growth is in the 10-15% range with upside potential and BOX is approaching 30% EBITDA Margins in 2022. Growth has been supported by the secular trend of data unification within digital transformation. The Enterprise Plus platform is also gaining traction, making its overall valuation seem reasonable versus peers.

AXIS Capital Holdings Limited (AXS) – The company is a property and casualty insurer with a reinsurance segment. Gross premiums grew double-digits last quarter supported by strength in new policies and price increases. AXS is well-managed and plans to exit more volatile reinsurance segments, which should offer multiple expansion opportunity.

SELECT DELETIONS

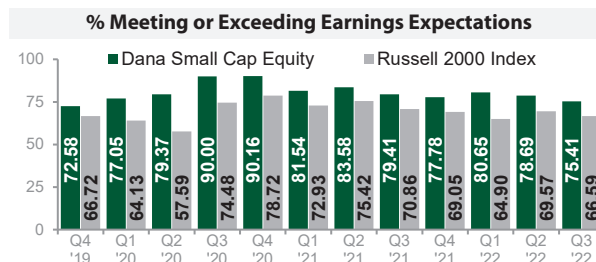
Ultra Clean Holdings, Inc. (UCTT) – This is a semi-cap equipment company with leverage to Lam Research and Applied Materials. As semiconductor capex estimates in 2022 and 2023 continue to fall, UCTT faces downside pressure. Counter to the notion of semiconductor shortages and higher inventory going forward, semis are very sensitive to decreasing macro assumptions for business investment and consumer spending. We see better opportunities elsewhere in the tech space.

Semtech Corporation (SMTC) – SMTC is exposed to the same macro beta impacts that UCTT faces. Management announced unanticipated weak guidance in LoRa (long range wireless communication), a key advantage versus peers, and this significantly weakens the current thesis. Also causing indigestion is the questionable acquisition of Sierra Wireless.

Average Annual Total Return (%) as of 9/30/2022	Unannualized							Since Inception
	Quarter	YTD	1 Year	3 Year	5 Year	10 Year	20 Year	
Dana Small Cap Equity Strategy (gross of fees)	-3.60	-25.73	-20.26	5.33	3.59	8.74	9.30	8.85
Dana Small Cap Equity Strategy (net of fees)	-3.73	-26.07	-20.74	4.71	2.96	8.10	8.70	8.24
Russell 2000 Index	-2.19	-25.10	-23.50	4.29	3.55	8.55	9.36	7.27

Sector Allocation (%) as of 09/30/2022	Dana Small Cap Equity	Ru2000 ETF
Communication Services	2.29	2.70
Consumer Discretionary	9.99	10.35
Consumer Staples	4.08	3.45
Energy	6.54	6.04
Financials	17.57	17.25
Health Care	18.33	18.87
Industrials	15.00	14.71
Information Technology	12.57	12.84
Materials	3.69	4.01
Real Estate	6.74	6.37
Utilities	3.20	3.41

Dana Small Cap Equity Strategy Top 10 Holdings (%) as of 09/30/2022	
e.l.f. Beauty Inc	2.23
Chord Energy Corp	2.22
Ensign Group Inc	2.20
LPL Financial Holdings Inc	2.18
Repligen Corp	2.14
Ovintiv Inc	2.14
ShockWave Medical Inc	2.03
Regal Rexnord Corp	2.00
Deckers Outdoor Corp	1.99
Cactus Inc	1.95



Dana's Small Cap Equity Strategy holdings continue to execute well, experiencing more positive earnings surprises than the Russell 2000 Index.

Due to rounding, totals may not equal 100%

	2012	2013	2014	2015	2016	2017	2018	2019	2020	2021	YTD 2022
Total Return Gross of Fees	19.29%	46.27%	6.72%	2.13%	11.89%	13.23%	-15.28%	23.35%	13.63%	29.20%	-25.73%
Total Return Net of Fees	18.67%	45.57%	6.18%	1.56%	11.13%	12.49%	-15.84%	22.63%	12.93%	28.44%	-26.07%
Benchmark Return	16.35%	38.82%	4.89%	-4.41%	21.31%	14.65%	-11.01%	25.52%	19.96%	14.82%	-25.10%
Composite 36 Month Standard Deviation	19.10%	16.34%	12.50%	13.30%	14.18%	12.54%	15.59%	16.61%	25.95%	23.77%	25.20%
Benchmark 36 Month Standard Deviation	20.20%	16.45%	13.12%	13.96%	15.76%	13.91%	15.79%	15.71%	25.27%	23.35%	25.11%
Number of Portfolios	21	36	57	51	54	50	46	37	26	26	26
Internal Dispersion	0.22%	1.26%	0.53%	0.48%	0.61%	0.50%	0.65%	1.02%	1.59%	0.36%	N/A
Composite Assets (US\$ millions)	17.7	46.0	62.6	67.3	123.5	135.3	107.1	109.4	71.8	68.0	47.2
% of Bundled Fee Assets	11.4%	21.4%	30.5%	12.5%	8.1%	7.7%	7.4%	6.1%	2.1%	2.5%	2.6%
Strategy Assets (US\$ millions)	25.6	79.2	172.8	286.4	429.7	489.9	368.1	310.0	235.2	271.3	184.3
Total Firm Assets (US\$ millions)	3,264.2	3,664.9	4,091.7	4,490.7	4,769.4	4,865.7	5,183.2	4,548.9	4,782.0	4,647.0	4,246.8
Total Entity Assets (US\$ millions)	3,622.2	4,486.3	5,383.3	6,634.5	7,172.0	7,538.4	7,454.1	7,142.0	7,185.0	7,662.0	6,500.2

Strategy Assets and Total Entity Assets include applicable composite assets, wrap program assets, and model portfolio assets and are presented as supplemental information. Dana does not have final trading authority on model portfolio assets, which are excluded from both Composite Assets and Total Firm Assets.

Dana Investment Advisors, Inc. ("Dana") claims compliance with the Global Investment Performance Standards (GIPS®) and has prepared and presented this report in compliance with the GIPS standards. GIPS is a registered trademark of CFA Institute. CFA Institute does not endorse or promote this organization, nor does it warrant the accuracy or quality of the content contained herein. Dana has been independently verified for the periods January 1, 1992 through December 31, 2021.

A firm that claims compliance with the GIPS standards must establish policies and procedures for complying with all the applicable requirements of the GIPS standards. Verification provides assurance on whether the firm's policies and procedures related to composite and pooled fund maintenance, as well as the calculation, presentation, and distribution of performance, have been designed in compliance with the GIPS standards and have been implemented on a firm-wide basis. The Dana Small Cap Equity composite has had a performance examination for the periods July 31, 1999 through December 31, 2021. The verification and performance examination reports are available upon request.

- Definition of Firm:** Dana Investment Advisors, Inc. is an SEC-registered independent investment management firm established in 1980 and is not affiliated with any parent organization. Dana manages a variety of equity, fixed income, and balanced portfolios for primarily U.S. institutional, individual, and mutual fund clients.
- Composite Creation Date:** July 31, 1999.
- Composite Definition:** The Dana Small Cap Equity composite includes all fee-paying, discretionary equity portfolios that invest in U.S. equities with the goal of providing long-term capital appreciation within a well-diversified small cap strategy. The composite does not have a minimum size criterion for membership. A complete list of composite descriptions is available upon request.
- Benchmark Description:** The benchmark for the Dana Small Cap Equity composite is the Russell 2000 Index.
- Composite Construction:** Prior to April 1, 2008, the composite included the Small Cap Equity segment of balanced accounts. Cash was allocated to these segments based on the average cash position of the Small Cap Equity "only" portfolios in the composite.
- Performance and Fees:** Valuations are computed and performance is reported in U.S. dollars. Gross-of-fees returns are presented before investment management and custodial fees but after all trading expenses. The composite contains both traditional commission paying and bundled-fee (i.e., asset-based pricing) portfolios. Trading costs are allocated to bundled-fee portfolios at actual asset-based rates. If actual asset-based trading costs cannot be readily identified, the entire bundled fee (which may include costs for administration, investment management, custody, asset allocation, etc.), net of Dana's investment management fees, is deducted from the gross return. Prior to April 1, 2008, transaction costs were allocated to bundled fee trades at a per share commission rate equal to Dana's preferred list of non-directed institutional brokers. Net-of-fees returns are calculated by deducting Dana's actual investment management fees from the monthly gross-of-fees returns. Dana's current standard annual Small Cap Equity fee schedule is 0.75% on the first \$10MM, 0.70% on the next \$15MM, and 0.65% thereafter; however, Dana's investment management fees may vary based upon the differences in size, composition, and servicing needs of client accounts. Policies for valuing portfolios, calculating performance, and preparing compliant presentations are available upon request.
- Standard Deviation:** The 36-month annualized standard deviation measures the variability of the monthly net-of-fees composite and the benchmark monthly returns for the period.
- Internal Dispersion:** Dispersion is calculated using the equal-weighted standard deviation of annual gross returns of those portfolios that were included in the composite for the entire year.

Past performance is not indicative of future results.

Characteristics for the iSHARES® Russell 2000 ETF ("Ru2000 ETF") are presented for informational purposes only and are merely intended to serve as an approximation of similar characteristics for the underlying index. Dana is neither affiliated with iSHARES®, nor its distributor, BlackRock Investments, LLC ("BLACKROCK®"). iSHARES® and BLACKROCK® are registered trademarks of BFA and its affiliates. Data and Chart Sources: Dana Investment Advisors; (a) FactSet Research Systems; (b) Morningstar Direct.