



This information is presented for comparison purposes only.

The Ohio DC Small-Cap Value fund will be managed by Westwood Management Corp. using the strategy presented in this document. Since this fund is new as of June 2, 2017, a fund profile with performance will be available in the third quarter 2017.

Investment Approach

- Team based, bottom-up fundamental strategy focused on identifying well run businesses with strong balance sheets and solid management teams.
- Quality and value stocks that are attractively priced offer limited downside over the long term.
- Strong emphasis on loss limitation by quantifying the absolute downside risk for every security throughout the process.
- Differentiated investment performance with historically high active share for “true active” management.

Portfolio Construction

- 50-70 stock portfolio
- Individual position sizes typically range +/- 0% to 2% relative to Russell 2000 Value Index
- Sector weights will vary from 0% to 15% for primary sectors relative to Russell 2000 Value Index

Benchmark

Russell 2000 Value Index

Investment Team

William E. Costello, CFA
Lisa Dong, CFA
Matthew R. Lockridge
Frederic G. Rowsey, CFA

Top 10 Holdings

	% of Representative Portfolio
STAG Industrial Inc.	2.2%
Callon Petroleum Co.	2.2%
Chemical Financial Corp.	2.1%
Employers Holdings Inc.	2.1%
AMERISAFE Inc.	2.1%
Summit Hotel Properties Inc.	2.1%
Esterline Technologies Corp.	2.1%
Littelfuse Inc.	2.1%
MKS Instruments Inc.	2.1%
ALLETE Inc.	2.1%
Total	21.2%

The information shown does not reflect any ETFs that may be held in the portfolio. The specific securities identified and described above do not represent all of the securities purchased, sold or recommended for the strategy and no assumptions should be made that the securities identified and discussed were or will be profitable. Numbers may not add due to rounding.

Fees and Expenses

Management	0.56% *
Custodial	0.03%
Total Fees	0.59%

Total Annual Operating Exp/\$1,000 \$5.90

*Management fees may vary based on total assets in the fund.

Portfolio Characteristics

	Representative Portfolio	Russell 2000 Value Index
Westwood Forecasted Growth Rate	13%	6%
Westwood Forward Price to Earnings Ratio	18.5x	20.9x
Return on Equity	10%	4%
Price to Book	2.3x	1.5x
Median Market Cap	\$1.4 B	\$0.7 B
Average Market Cap (Weighted)	\$1.8 B	\$2.0 B
Number of Holdings	60	1,358
Top 20 Holdings as % of Total	41%	8%
Portfolio Turnover*	28%	—

The Ohio DC Small-Cap Value fund will be offered by the Ohio Public Employees Deferred Compensation Board. This option is not a mutual fund or registered investment company, and does not have a prospectus. For more information, contact the Service Center at 877-644-6457.

*Portfolio Turnover is on a rolling twelve month, name-in/name-out basis.

The representative portfolio is an account in the composite we believe most closely reflects current portfolio management style for the strategy. Performance is not a consideration in the selection of the representative portfolio. The characteristics of the representative portfolio shown may differ from those of the composite and of the other accounts in the composite.



Q: What is the Ohio DC Small-Cap Value fund?

A: The Ohio DC Small-Cap Value fund is a separate account that seeks long-term capital appreciation. The fund invests in equity securities of small-cap companies with market capitalizations between \$100 million and \$2 billion at the time of initial purchase. Its focus is on high quality companies with undervalued earnings growth potential and limited downside. The Ohio DC Board has selected Westwood Management Corporation to manage this investment portfolio, Westwood believes that the true value of a company is recognized as a result of persistent earnings growth that exceeds expectations.

Q: What is a separate account?

A: A separate account means that the money invested in this account is kept separate from the money of other investors. Only the money from Ohio DC investors is used to purchase the underlying securities. This provides Ohio DC the opportunity to negotiate lower expenses and the ability to customize the investment strategy to our plan participants' needs.

Q: How do Ohio DC investors save on expenses by investing in a separate account?

A: The investor (Ohio DC and its participants) owns shares of the securities, rather than sharing in a pool of securities with other outside investors, as they would in retail mutual funds. A separate account allows Ohio DC investors to save on expenses like marketing, advertising and printing. These savings allow participants to keep more of the investment return.

Q: Is there any historical performance of the Ohio DC Small-Cap Value fund I can research?

A: Because the Ohio DC Small-Cap Value fund is newly created, there is no historical performance data. However, the fund will be invested much like the Westwood Small Cap fund (WHGSX). The historical data of WHGSX illustrates the fund managers' past success. Over time, the Ohio DC Small-Cap Value fund will build its own performance history.

Q: What will be the cost of investing in the Ohio DC Small-Cap Value Fund?

A: The net expense ratio for the Ohio DC Small-Cap Value fund is 0.59%. This cost is very reasonable when compared to other actively managed small cap value retail mutual funds.