

# Westwood MLP Infrastructure Renewal

## High Conviction Active Management

### Quality & Value

Team based, bottom-up fundamental strategy focused on identifying well run businesses with conservative balance sheets and strong distribution growth profiles.

### Asymmetric Return Focus

We believe quality and value companies 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.

### High Conviction

Differentiated investment performance focused on selecting "best ideas". Number of holdings typically ranges between 25-35.

### Strategy | 1Q17

**Objective:** To generate high total return through current income and capital appreciation.

**Strategy:** Actively managed, utilizing a team based, fundamental bottom-up approach to identify high quality companies with undervalued earnings potential.

**Benchmark:** Alerian MLP

**Current Yield:** 6.4%

**Assets Under Management:** \$395.7 M

**Number of Holdings:** 29

**Beta:** 1.00

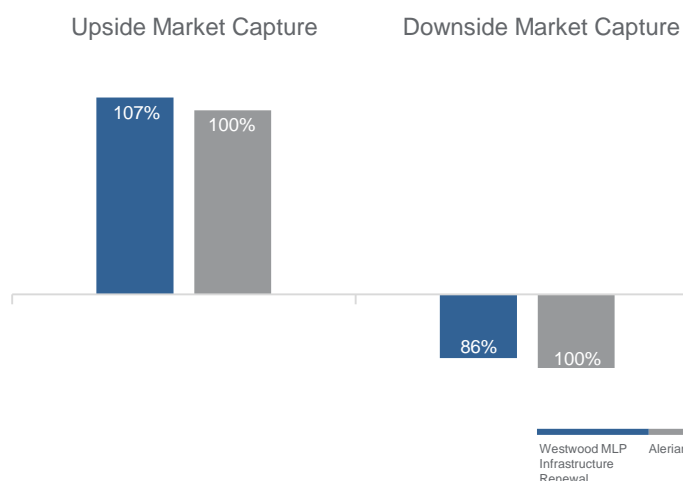
**Team:** Our Energy/Utilities Research Group includes seven investment professionals supporting the Portfolio Team which includes three members with an average of 15 years' industry experience and nine years' tenure.

**Inception Date:** January 1, 2003

### Performance (%)



### Upside-Downside Market Capture



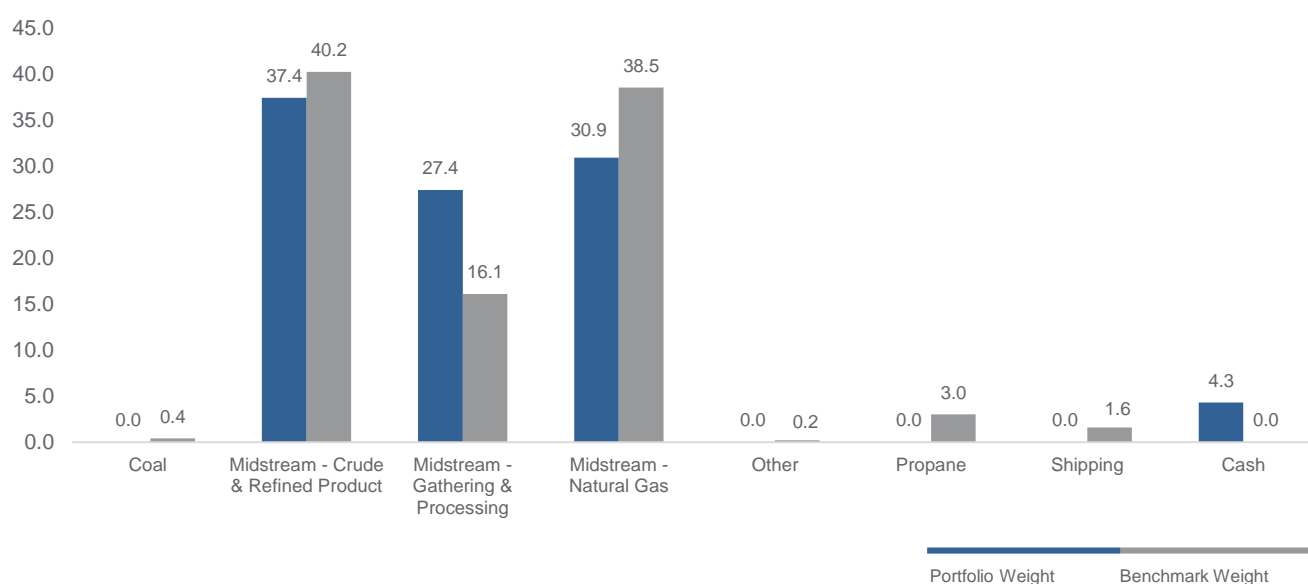
Inception date: January 1, 2003. All data as of March 31, 2017, unless otherwise noted. **Past performance is not indicative of future results.** Returns are calculated in U.S. Dollars and include reinvestment of dividends.

## Westwood MLP Infrastructure Renewal

Characteristics	Portfolio	Benchmark	Top 10 Holdings	(%)
Current Yield	6.4%	7.0%	Enterprise Products Partners LP	16.1
Debt/Capital	49%	52%	Energy Transfer Partners LP	8.0
2017 Distribution Coverage <sup>(1)(2)</sup>	1.27x	1.15x	Magellan Midstream Partners LP	7.8
Average Market Cap (Weighted)	\$22.3 B	\$21.5 B	Plains All American Pipeline LP	6.5
Median Market Cap	\$8.1 B	\$4.5 B	MPLX LP	5.5
Distribution 3yr CAGR	9%	7%	Williams Partners LP	5.0
Westwood Net Debt/2017E EBITDA	3.5x	3.9x	Sunoco Logistics Partners LP	4.7
Westwood EV/2017E EBITDA	13.9x	13.4x	EQT Midstream Partners LP	3.7
			Western Gas Partners LP	3.3
			Phillips 66 Partners LP	3.0

<sup>(1)</sup>Does not include corporations held by Fund. <sup>(2)</sup>Without general partners, Fund's distribution is 1.23x. Portfolio EBITDA forecasts reflect Westwood's analysts' estimates. There is no guaranty that these forecasts and estimates will be accurate, or even approximately accurate, and the performance of the portfolio versus the benchmark may not correlate with the financial results of constituent investments. Ratios are equally weighted. Benchmark Data Source: © 2017 FactSet Research Systems Inc. All Rights Reserved. GKD Index Partners, LLC is the owner of the trademarks, service marks, and copyrights related to its indexes, which have been licensed for use by Westwood.

### Sector Weight Distribution



## Westwood MLP Infrastructure Renewal

### Risk/Reward Statistics      Portfolio      Benchmark

Alpha	3.09	0.00
Beta	1.00	1.00
R-Squared	0.93	1.00
Standard Deviation	19.46	18.76
Tracking Error	5.22	0.00
Information Ratio	0.60	N/A
Sharpe Ratio	0.72	0.58

Data Set: January 1, 2003 – March 31, 2017 (Quarterly)  
 Risk Free Proxy: Citigroup (3 M) Treasury Bill (LOC)  
 Market Proxy: Alerian MLP - Total Return

### Investment Team

Westwood believes that team management creates a sense of ownership, accountability, and consistency in the investment process. Westwood's investment team includes over 20 investment professionals conducting cross capitalization research of specific sectors/industries.

The MLP team members are:

Name	Industry Experience	Firm Tenure
Todd L. Williams, CFA	21 years	2002
Hollis P. Ghobrial, CFA	15 years	2014
Matthew I. Na, CFA	9 years	2008

### Disclosures

**For Institutional Use Only. Past performance is not indicative of future results.** For purposes of compliance with the Global Investment Performance Standards (GIPS®), the firm ("Westwood" or the "Firm") is defined as the assets of Westwood Management Corp. and Westwood International Advisors Inc. Westwood Management Corp. is an SEC registered investment adviser under the Investment Advisers Act of 1940 that provides investment supervisory services, managing equity and fixed income portfolios. Westwood International Advisors Inc. is a registered portfolio manager with the Ontario Securities Commission and the Autorité des marchés financiers in Quebec that provides investment supervisory services for global and emerging markets equity portfolios. Registration does not imply a certain level of skill or training. Westwood Management Corp. and Westwood International Advisors Inc. are wholly owned subsidiaries of Westwood Holdings Group, Inc. (NYSE: WHG). Policies for valuing portfolios, calculating performance, and preparing compliant presentations are available upon request, as is a complete list and description of the firm's composites, by contacting performance@westwoodgroup.com. Westwood claims compliance with the Global Investment Performance Standards (GIPS®).

The MLP Infrastructure Renewal Composite, previously known as the MLP Infrastructure Renewal Fund Composite, includes all taxable and tax-exempt, fee-paying fully discretionary accounts whose main objective is to invest in securities of Master Limited Partnerships (MLPs) and other asset classes and securities whose characteristics are consistent with MLPs such as tankers, marine shipping companies and others. The minimum portfolio size for inclusion in the MLP Infrastructure Renewal Composite is \$1 million beginning January 1, 2004. The Alerian MLP Index is a composite of the 50 most prominent energy MLPs calculated by Standard & Poor's using a float-adjusted market capitalization methodology. The Alerian MLP is an unmanaged market index.

†"Top 10 Holdings(%) " represent the ten largest portfolio positions by market value in the representative account of the strategy as of the period end date. Each quarter, Westwood uses this same objective, non-performance based criteria to select the ten largest holdings. References to specific securities and their characteristics are examples of securities held in the portfolio and are not intended to be, and should not be interpreted as, an offer, solicitation or recommendation to purchase or sell any securities mentioned.

All information provided in this presentation is for informational purposes only and is not intended to be, and should not be interpreted as, an offer, solicitation, or recommendation to buy or sell or otherwise invest in any of the securities/sectors/countries that may be mentioned. The chart herein shows sector weightings for the representative account as of the period end date. The representative account was selected by the firm as it was deemed to best represent this strategy. Sector weights and holdings may vary from account to account, subject to any client-imposed restrictions. Westwood's analysts closely monitor the securities held in our portfolios. Should a company's underlying fundamentals or valuation measures change, Westwood may re-evaluate its position and may sell part or all of its positions. GKD Index Partners, LLC is the source and owner of the trademarks, service marks, and copyrights related to its indexes, which have been licensed for use by Westwood. Benchmark Data Source: © 2017 FactSet Research Systems Inc. All Rights Reserved.