

Deep Value Strategy Composite Performance Disclosures



Period Ending December 31	Composite Assets		Total Firm Assets at Period End (millions)	Accounts at Period End	Asset-Weighted Annual Returns		S&P Composite 1500 Value Index	Composite Dispersion ²	3 Year Standard Deviation	
	U.S. Dollars (millions)	Percentage of Total Firm Assets			Gross of Fees	Net of Fees			Strategy Composite ³	S&P Composite 1500 Value Index
2018	4.6	0.23%	1,998	6	-13.54%	-14.42%	-11.56%	0.24%	22.34%	10.85%
2017	5.379	0.23%	2,348	6	3.00%	1.98%	12.30%	1.00%	21.55%	10.42%
2016	4.858	5.58%	87	Five or fewer	28.03%	26.79%	15.43%	N.A.	21.12%	10.86%
2015	7.130	N.A.	N.A.	9	-29.19%	-29.92%	-5.90%	0.45%	19.52%	10.64%
2014	9.112	N.A.	N.A.	7	-1.42%	-2.40%	9.49%	0.33%	16.02%	9.57%
2013	9.400	N.A.	N.A.	7	67.19%	65.60%	29.37%	0.21%	19.32%	13.24%
2012	5.748	N.A.	N.A.	7	13.31%	12.11%	14.85%	0.23%	N.A.	N.A.
2011	2.907	N.A.	N.A.	6	-7.50%	-8.43%	-3.00%	0.03%	N.A.	N.A.
2010 ¹	2.949	N.A.	N.A.	Five or fewer	15.79%	14.85%	12.92%	N.A.	N.A.	N.A.

¹Partial period from 3/1/2010 to 12/31/2010 ²N.A. – Information is not statistically meaningful due to an insufficient number of portfolios in the composite for the entire year. ³N.A. – Three year annualized standard deviation is not presented because 36 monthly returns are not available.

- The Deep Value Strategy composite, comprised of discretionary accounts with no material investment restrictions, can invest in primarily publicly traded domestic equity securities whose market price at time of purchase is at an attractive discount to a company's intrinsic value, normalized earnings and cash-flow power. The Composite will tend to have valuation characteristics that are at a discount to the market value and lower-end of historical ranges. Clients should be aware that low valuation securities involve the possibility that the valuations could remain low for an extended period of time. The composite does not maintain a minimum market value requirement but accounts in the composite will consist of approximately 40-60 holdings.
- Gross and net of fee performance results for the Deep Value Strategy: (a) include the reinvestment of all dividends, and income; and (b) were computed on a trade date (as opposed to a settlement date) basis. New discretionary accounts are eligible to join the composite following the month of inception. "Weighted" performance measures the average performance of all portfolios in the composite weighted by size. The U.S. dollar is the currency used to express performance. Portfolio returns are calculated daily using the Modified Dietz method. Additional information regarding policies for valuing portfolios, calculating and reporting returns are available upon request.
- The "gross" of fees performance figures reflect the day-weighted performance of assets (including cash reserves) managed for the period and do not reflect the deduction of our investment management fees, but do reflect the deduction of trading commissions and withholding taxes. The "net" of fees performance figures reflect the deduction of trading commissions, withholding taxes and a model fee equal to the maximum investment management fee under our fee schedule for Deep Value Strategy separate accounts. The following is our fee schedule for a Deep Value Strategy separate account: 1.00% on all assets under management, the model advisory fee is deducted from gross returns on a monthly pro-rated basis to arrive at the net of fee performance. Past performance is no guarantee of future results.
- The primary index is the S&P Composite 1500 Value Index, the components of which are selected using three factors, the ratios of book value, earnings, and sales to price. The constituents are derived from the S&P Composite 1500.
- The dispersion of annual returns (when statistically meaningful and represented) is measured by the standard deviation of asset-weighted portfolio returns represented within the composite for the full calendar year.
- The Deep Value Strategy composite was created July 1, 2016.
- In March 2016, LMM's principals established Miller Value Partners, LLC ("Old MVP"), a separate registered investment advisor that would serve as advisor to new accounts and strategies. Effective July 2017, Old MVP assigned all accounts and strategies to LMM LLC and withdrew its registration as an investment adviser and discontinued operating as a separate company. Subsequently, LMM LLC changed its name to Miller Value Partners, LLC ("New MVP"). The Firm is now defined to include only New MVP. This piece is intended solely for current or prospective investment management clients of Miller Value Partners, is for informational purposes only, and should not be construed as a research report, a recommendation, or an offer to buy or sell any security referred to herein, including any mutual fund managed by Miller Value Partners.
- The Miller Value Partners, LLC claims compliance with the Global Investment Performance Standards (GIPS®) and has prepared and presented this report in compliance with the GIPS standards. The Miller Value Partners, LLC was independently verified for the periods January 1, 2017 through December 31, 2017 by ACA Performance Services, LLC, periods January 1, 2010 through December 31, 2012 by McGladrey & Pullen, LLP, periods January 1, 2004 through December 31, 2009 by Ernst & Young LLP and periods January 1, 1988 through December 31, 2003 by Ashland Partners & Company LLP. The verification reports are available upon request. Verification assesses whether (1) the firm has complied with all the composite construction requirements of the GIPS standards on a firm-wide basis and (2) the firm's policies and procedures are designed to calculate and present performance in compliance with the GIPS standards. Verification does not ensure the accuracy of any specific composite presentation. A list of composite descriptions and policies for valuing portfolios, calculating performance, and preparing compliant presentations are available upon request.