



EDGEWOOD  
MANAGEMENT LLC

2<sup>nd</sup> Quarter 2025 Update

# Firm Update & Overview

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- Approximately \$31.9 billion assets under management as of 6/30/2025
- 11 owners / partners
- Privately owned

These materials contain statements which may be considered “forward-looking statements,” which are not historical in nature. Words such as “anticipate,” “believe,” “could,” “estimate,” “expect,” “intend,” “likely,” “may,” “plan,” “potential,” “should,” “target” and “would” are intended to identify such statements. These forward-looking statements include, among other things, projections, forecasts, estimates or hypothetical calculations with respect to income, yield or return, future performance targets, or potential future investments. No representation is made as to the accuracy, validity or relevance of any such forward-looking statement, and actual events are difficult to predict and may be substantially different. All forward-looking statements are based on our view on the date of this report, unless otherwise specified. While reasonable care has been taken to ensure that the information herein is factually correct, Edgewood makes no representation or guarantee as to its accuracy or completeness. The information herein is subject to change without notice. Investing involves risk and you may incur a loss regardless of strategy selected. No information, including performance, contained in these materials may be copied or distributed to any third party without the written consent of Edgewood Management LLC (the “Firm”).

# Investment Team – Edgewood Management LLC

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## **Portfolio Managers/Analysts**

Alan Breed  
Lawrence Creel  
Scott Edwardson  
Alexander Farman-Farmaian  
Peter Jennison  
Kevin Seth

## **Years of Industry Experience\***

42  
39  
26  
37  
40  
41

## **Analysts**

Scott Robinson  
Will Broadbent  
Janet Lynne Knopf  
Schuyler Stitzer  
Jennifer Lupica  
Pete Newton  
Olivia Ostrover

24  
16  
10  
8  
8  
2  
1

## **Traders**

James Schneider  
Angelina Iannuzzi

33  
26

\*Years of Industry Experience as of June 30, 2025

# Our Approach: Characteristics of Companies We Want to Own

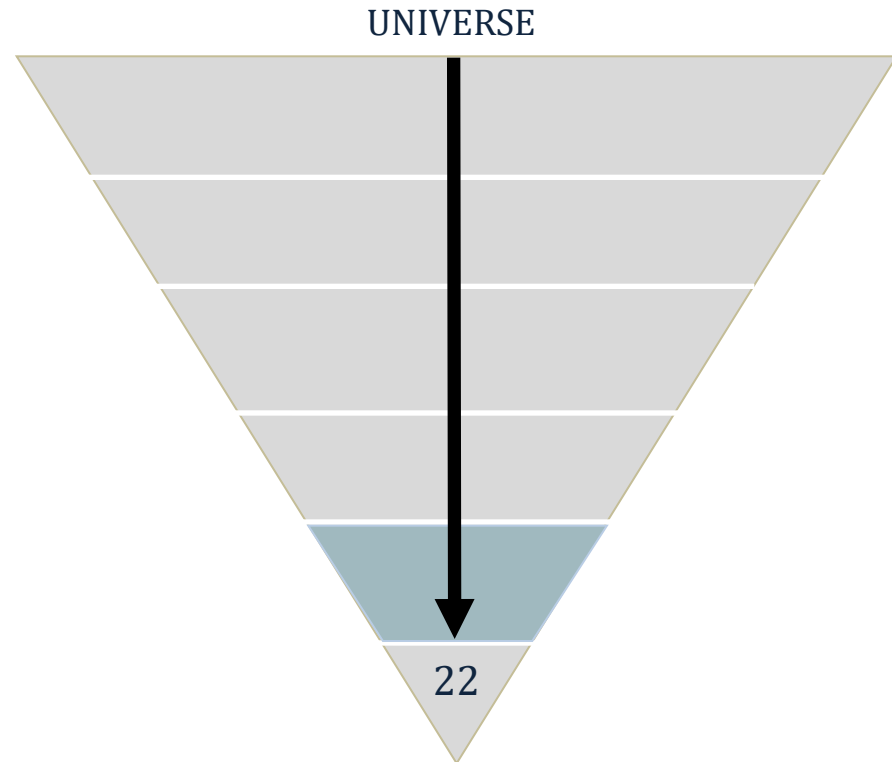
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**Financial Model Strength**  
Growing Cash Flow/Internal Financing  
High/Rising Profit Margins  
Low Debt

**Market Leading Position**  
Durable Competitive Advantage  
Protect Market Share  
Maintain Pricing Power

**Consistent Growth**  
Unit Volume Increase  
Fee Based Business Model  
Recurring Revenue

**Management**  
Cash Flow Management  
Process Responsive  
Incentive Alignment



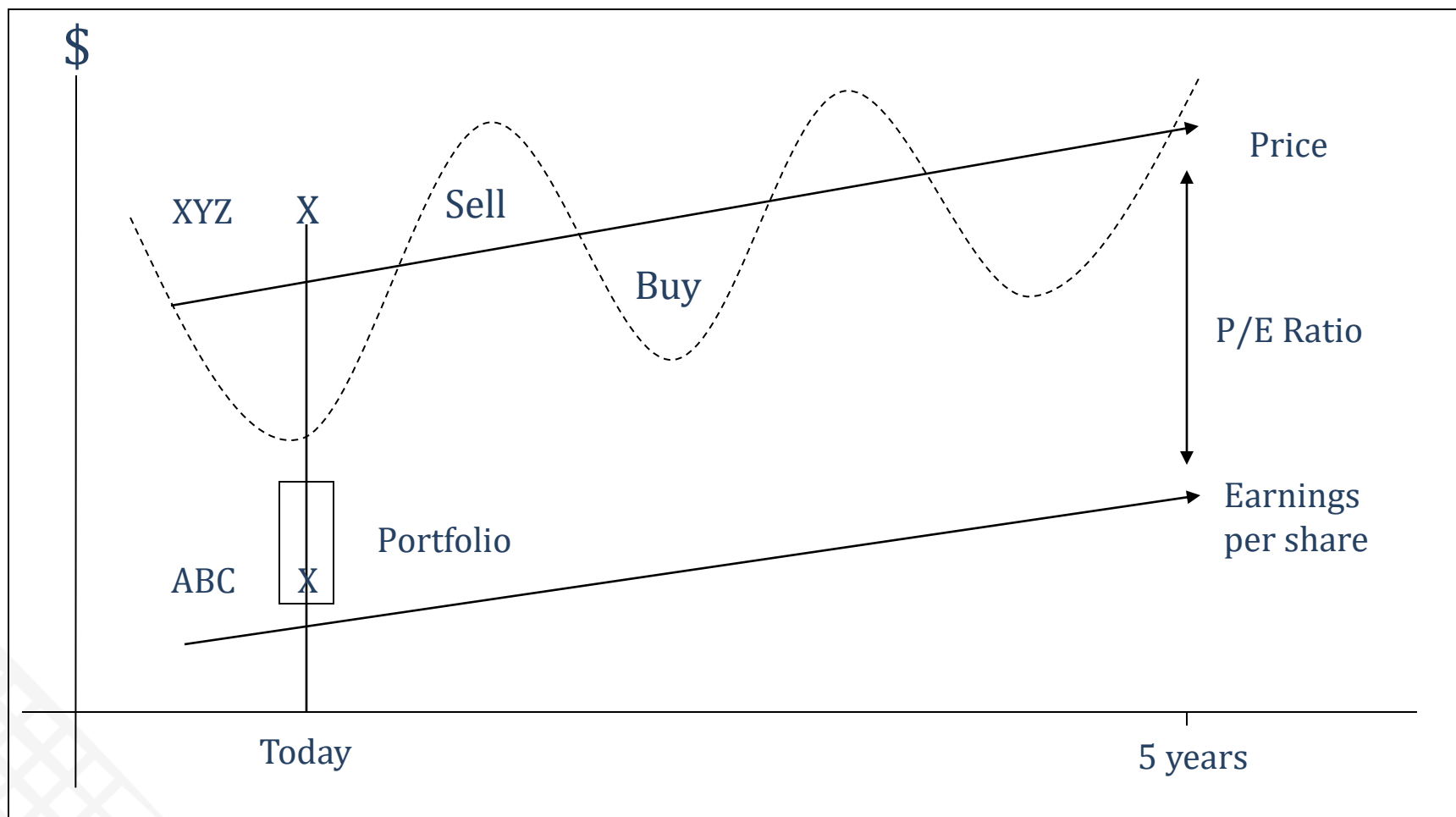
# Edgewood Approach: Portfolio Construction

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- 22 growth companies Edgewood deems to be of high quality
- Diversified across sectors
- Diversified across growth rates
- Largest weightings represent Edgewood's strongest convictions

For the Large Cap Growth portfolio, Edgewood will not invest in companies where a significant amount of revenues are derived from manufacturing tobacco products, producing pornography, or operating gambling establishments and will not invest in companies that manufacture cluster munitions and landmines. Edgewood applies an up to 5% revenue threshold for screening purposes. Additionally, Edgewood will not invest in companies that derive more than 25% of revenues from the production of energy generated by coal. Diversification does not eliminate the risk of loss.

# Edgewood Valuation Discipline



This illustration is provided for informational purposes only. All investments are subject to the risk of loss and may not appreciate in price as demonstrated. Edgewood's valuation discipline may not always have positive results. Past performance is no guarantee of future results.

# Key Topics

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- Review of Q2 2025 results and portfolio changes
- Introduce newest additions to Edgewood's portfolio:
  - Boston Scientific Corp. (BSX)
  - Broadcom Inc. (AVGO)
  - Fair Isaac Corp. (FICO)

No recommendation is made, positive or otherwise, regarding individual securities mentioned. The specific securities identified and described do not represent all the securities purchased, sold or recommended for advisory clients, and the reader should not assume that investments in the securities identified were or will be profitable.

# Net Performance Returns – As of June 30, 2025

	Net 2 <sup>nd</sup> Quarter Performance Returns	Net Year-to-Date Performance Returns	Net 1-Year Performance Returns	Net 3-Year Performance Returns (Annualized)	Net 5-Year Performance Returns (Annualized)	Net 10-Year Performance Returns (Annualized)	Net 15-Year Performance Returns (Annualized)
<b>Edgewood Large Cap Growth Composite</b>	15.9%	6.8%	9.2%	20.7%	10.3%	14.3%	16.6%
<b>S&amp;P 500 Index (TR)</b>	10.9%	6.2%	15.2%	19.7%	16.6%	13.7%	14.9%
<b>Russell 1000 Growth Index</b>	17.8%	6.1%	17.2%	25.8%	18.2%	17.0%	17.5%

Past performance does not guarantee future results. Net performance returns are calculated after actual management expenses including performance-based fees. Net returns are calculated after the deduction of actual trading expenses. Trading expenses comprise trading commissions. Returns are rounded to nearest tenth and include reinvestment of dividends. This information is supplemental to Edgewood's GIPS Report located at the end of this presentation.

S&P 500 (Total Return) Index performance produced by Standard & Poor's. The S&P 500 is an unmanaged index with no expenses which covers 500 industrial, utility, transportation and financial companies of US markets. It is a capitalization-weighted index calculated on a total returns basis with dividends reinvested. Russell 1000 Growth Index performance produced by Russell Investments. The R1000 Growth Index measures the performance of those Russell 1000 companies with higher price-to-book ratios and higher forecasted growth rates and dividends are reinvested. Indices are unmanaged, cannot be purchased by an investor, and include the reinvestment of dividends.

# Portfolio Profile and Results – as of June 30, 2025

Stock Prices as of June 30, 2025		Most Recent		2025	2025 PE	2026	2026 PE	Edgewood Est.		Edgewood
		Portfolio	Quarter YoY	Edgewood	Edgewood	Edgewood	Edgewood	Growth Rate		Est. 5 Year
COMPANY NAME	Ticker	Weighting	EPS Growth	Estimate	Estimate	Estimate	Estimate	2024 - 2025	2025 - 2026	Growth Rate
NVIDIA	NVDA	7.9%	33%	\$4.71	34x	\$6.23	25x	58%	32%	29%
NETFLIX	NFLX	7.6%	25%	\$24.80	54x	\$31.00	43x	25%	25%	20%
ASML	ASML	6.8%	93%	€ 24.86	27x	€ 29.25	23x	30%	18%	20%
VISA	V	6.4%	10%	\$11.71	30x	\$13.42	26x	13%	15%	15%
INTUIT	INTU	5.5%	18%	\$21.05	37x	\$24.70	32x	16%	17%	16%
BROADCOM	AVGO	5.0%	44%	\$6.99	39x	\$8.53	32x	44%	22%	20%
ELI LILLY °	LLY	4.9%	89%	\$24.34	32x	\$32.87	24x	87%	35%	31%
SERVICENOW	NOW	4.9%	18%	\$16.97	61x	\$20.94	49x	22%	23%	22%
SYNOPSYS	SNPS	4.8%	22%	\$15.10	34x	\$16.70	31x	14%	11%	16%
AIRBNB	ABNB	4.4%	(41%)	\$4.27	31x	\$5.09	26x	4%	19%	15%
BLACKSTONE ^	BX	4.1%	11%	\$5.59	27x	\$6.44	23x	20%	15%	16%
S&P GLOBAL	SPGI	4.1%	9%	\$16.98	31x	\$19.02	28x	8%	12%	12%
INTUITIVE SURGICAL	ISRG	4.0%	21%	\$8.12	67x	\$10.48	52x	18%	29%	23%
MSCI	MSCI	3.8%	14%	\$17.19	34x	\$19.57	29x	13%	14%	14%
SHOPIFY	SHOP	3.5%	25%	\$1.56	74x	\$2.04	57x	24%	31%	30%
VERTEX	VRTX	3.4%	(15%)	\$18.11	25x	\$20.57	22x	NM	14%	15%
TRANSDIGM	TDG	3.3%	14%	\$39.58	38x	\$46.47	33x	14%	17%	14%
THE TRADE DESK	TTD	3.1%	27%	\$1.77	41x	\$2.14	34x	7%	21%	21%
COPART	CPRT	3.1%	8%	\$1.66	30x	\$1.90	26x	11%	14%	14%
SPOTIFY	SPOT	3.0%	10%	€ 9.21	71x	€ 13.04	50x	67%	42%	34%
BOSTON SCIENTIFIC	BSX	2.3%	34%	\$3.00	36x	\$3.36	32x	20%	12%	15%
FAIR ISAAC	FICO	1.9%	27%	\$30.24	60x	\$38.91	47x	27%	29%	27%
<b>WEIGHTED PORTFOLIO AVERAGE</b>			<b>25%</b>		<b>39x</b>		<b>32x</b>	<b>26%</b>	<b>21%</b>	<b>20%</b>
<b>S&amp;P 500 *</b>			<b>14%</b>		<b>26x</b>		<b>22x</b>	<b>12%</b>	<b>15%</b>	<b>11%</b>
<b>Russell 1000 Growth *</b>			<b>18%</b>		<b>35x</b>		<b>30x</b>	<b>16%</b>	<b>17%</b>	<b>13%</b>

Holdings as of 6/30/2025. NM = Not Meaningful

Most recent quarter YoY EPS (year over year earnings per share) growth figures reflect the period ended 3/31/25 except for Copart, Intuit, Broadcom, NVIDIA and Synopsys whose fiscal quarters differ. These numbers are calculated based on company earnings reports and exclude the impact of non-recurring items not indicative of the underlying business, where appropriate.

^ Blackstone's EPS figure is Distributable Earnings per share as we believe it is the most relevant valuation metric.

° Eli Lilly's EPS figure excludes the impact of acquired IPR&D charges because we believe it is most representative of Lilly's core business activities. Acquired IPR&D charges may be incurred upon execution of licensing agreements and other asset acquisitions. LLY does not forecast acquired IPR&D charges due to the uncertainty of the future occurrence, magnitude, and timing of these transactions. \* 2025-2026 earnings estimates for the S&P 500 and Russell 1000 Growth along with the current quarter year over year earnings per share growth and 5-year estimated growth rates are based on most recently available information provided by Bloomberg. Refer to slide 8 for definitions of the indices.

No recommendation is made, positive or otherwise, regarding individual securities mentioned. Past performance does not guarantee future results. The holdings identified do not represent all the securities purchased, sold or recommended for advisory clients. This information is supplemental to Edgewood's GIPS Report located at the end of this presentation.

# Portfolio Attribution – Q2 2025

Security	Q2 Average Portfolio Weighting	Q2 Total Security Return	Q2 Contribution to Performance
<b>Top 5 Contributors</b>			
NVIDIA Corp.	7.5%	45.8%	3.1%
Netflix Inc.	7.5%	43.6%	3.0%
Broadcom Inc.*	3.0%	60.4%	1.7%
ASML Holding NV	6.6%	21.3%	1.4%
Intuit Inc.	5.2%	28.5%	1.4%
<b>Bottom 5 Contributors</b>			
Copart Inc.	3.8%	-13.3%	-0.5%
Adobe Inc.*	0.5%	-9.1%	-0.4%
Vertex Pharmaceuticals Inc.	3.9%	-8.2%	-0.4%
Eli Lilly & Co.	5.3%	-5.4%	-0.3%
Chipotle Mexican Grill Inc.*	1.8%	7.1%	0.1%

\*The large cap growth portfolio initiated a position in Broadcom Inc. in April 2024 and sold out of its positions in Adobe Inc. and Chipotle Mexican Grill Inc. in April 2025 and May 2025, respectively. The figures included above represent the gross Q2 total security return and contribution to portfolio performance for Broadcom, Adobe and Chipotle Mexican Grill for the periods held during the quarter.

The attribution is from a representative large cap growth account for the 2<sup>nd</sup> quarter 2025. The securities listed above represent a subset of portfolio investments that is not available as a strategy or portfolio. Total security return and contribution to performance figures are gross of fees. Average portfolio weightings, gross total security return, and gross portfolio contribution figures are provided by Refinitiv. Refinitiv determines portfolio contributors and detractors by multiplying security return by portfolio weight for the period using the time-weighted return method.

The figures above do not reflect net performance returns for Edgewood's large cap growth composite for the quarter. Refer to Slide 8 for net performance returns of the Edgewood large cap growth composite.

Portfolio contribution figures include reinvestment of dividends. No recommendation is made, positive or otherwise, regarding individual securities mentioned. Past performance does not guarantee future results. The holdings identified do not represent all the securities purchased, sold or recommended for advisory clients.

To obtain (i) further information about the methodology used to calculate the contribution and performance of each security holding and (ii) a list showing every holding's contribution to the overall account's performance during the above-referenced timeframe, please contact Kitty McBride at (212) 652-9100 or write to Edgewood Management LLC, 600 Steamboat Road, Suite 103, Greenwich, CT 06830 or [Kmcbride@edgewood.com](mailto:Kmcbride@edgewood.com). This information is supplemental to Edgewood's GIPS Report located at the end of this presentation.

## Buys and Sells – Q2 2025

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<b>Bought</b>	<b>Sold</b>
Boston Scientific Corp.: +2.0%	Adobe Inc.: -3.7%
Broadcom Inc.: +2.0%	Chipotle Mexican Grill Inc.: -2.1%
Fair Isaac Corp.: +2.0%	

Securities listed in alphabetical order. No recommendation is made, positive or otherwise, regarding individual securities mentioned. The specific securities identified and described do not represent all the securities purchased, sold or recommended for advisory clients, and the reader should not assume that investments in the securities identified were or will be profitable.

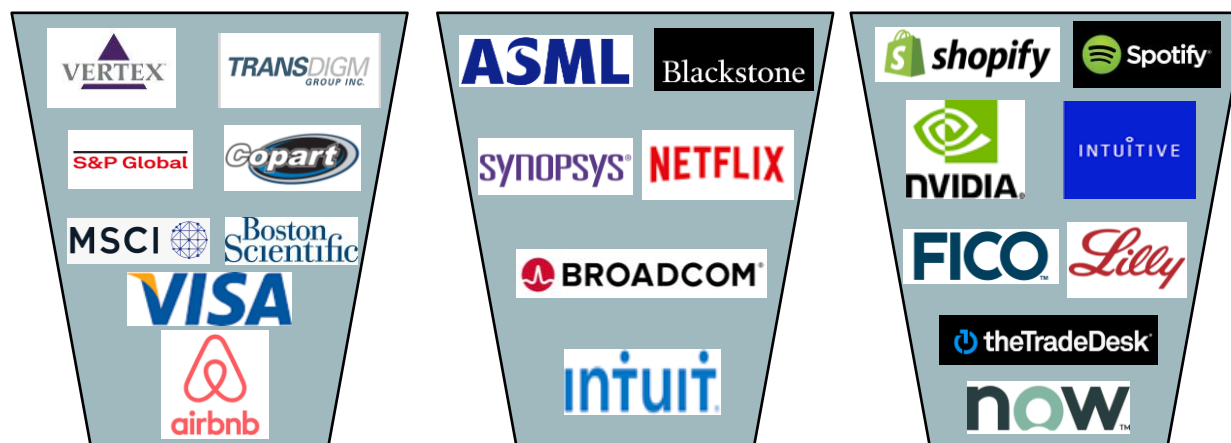
## Trims and Adds – Q2 2025

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Added	Trimmed
Boston Scientific Corp.: +0.5%	Netflix Inc.: -1.0%
Broadcom Inc.: +2.0%	NVIDIA Inc.: -0.8%
Shopify Inc.: +0.5%	
Spotify Technology SA.: +0.5%	
TransDigm Group Inc.: +0.5%	

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## Portfolio Allocation by Growth Rate – as of June 30, 2025



	Bucket 1	Bucket 2	Bucket 3
Estimated LT EPS Growth*	10-15%	16-20%	21%+
Average 2026 PE Multiple*	27.7x	30.7x	42.1x
Portfolio Weighting	30.8%	33.8%	33.2%

Holdings as of 6/30/2025. Source: Edgewood

\*The Estimated LT EPS Growth figures and the Average 2026 PE Multiples are Edgewood estimates. Blackstone's EPS figure is actually Distributable Earnings per share as we believe this is the most relevant valuation metric. The Average 2026 PE Multiples included in the table represent the average of the securities in each growth bucket. Edgewood divides its portfolio into three buckets by estimated growth rate over the next five years.

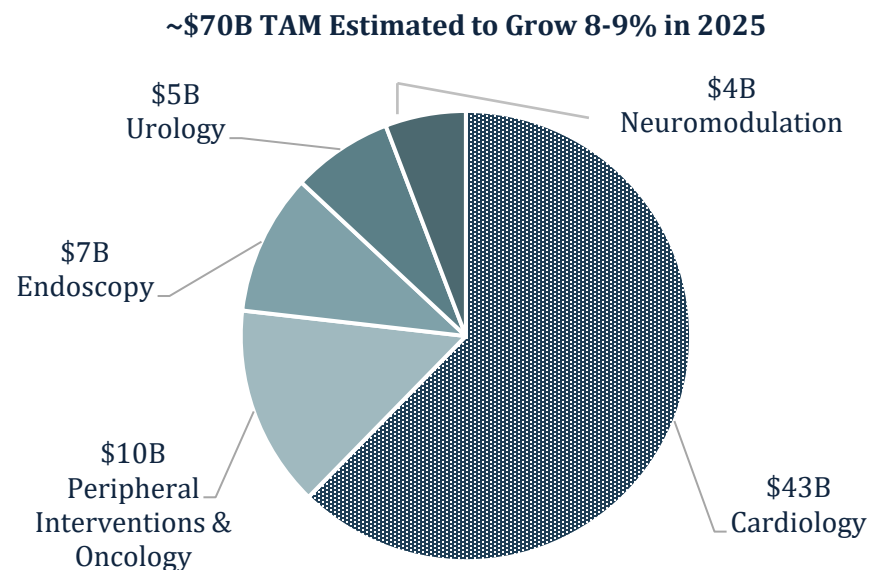
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# Boston Scientific (BSX): Investment Overview

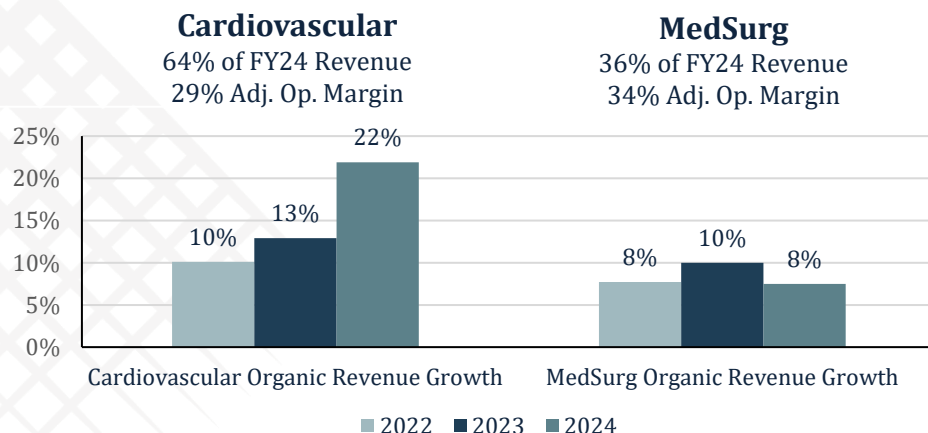
## Business Overview

- **Boston Scientific is a global medical device company that develops and manufactures minimally invasive products used in a variety of medical specialties**
- **BSX operates two primary segments:**
  - **Cardiovascular:** Includes Watchman (atrial fibrillation device), electrophysiology (EP), and interventional cardiology
  - **MedSurg:** Includes endoscopy, urology, and neuromodulation
- **Medical technology is an attractive segment of healthcare**
  - Procedure based sales drive durable and recurring revenue stream
  - Advances in technology enabling safer, more effective treatments are potential long-term tailwinds
  - Regulatory approval process & scaled distribution create high barriers to entry

## Large Market Opportunity



## Diversified Portfolio



## Company Profile

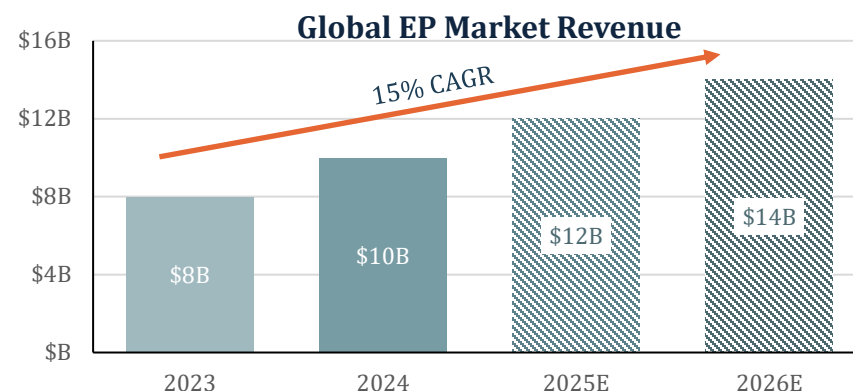
- Market Cap: \$159B as of 6/30/25
- FY 2024 Revenue: \$16.7B (18% growth, 16% organic growth)
- Hist. 5 Yr. Revenue CAGR: 9%
- Hist. 5 Yr. EPS CAGR: 10%
- FY 2024 FCF: \$2.6B (16% margin)
- Gross Margin: 69%
- Operating Margin: 27% (adjusted)
- Net Debt / Adj. EBITDA: 2.1x
- HQ: Marlborough, MA
- CEO: Michael Mahoney

# Boston Scientific (BSX): Investment Overview

## Investment Thesis

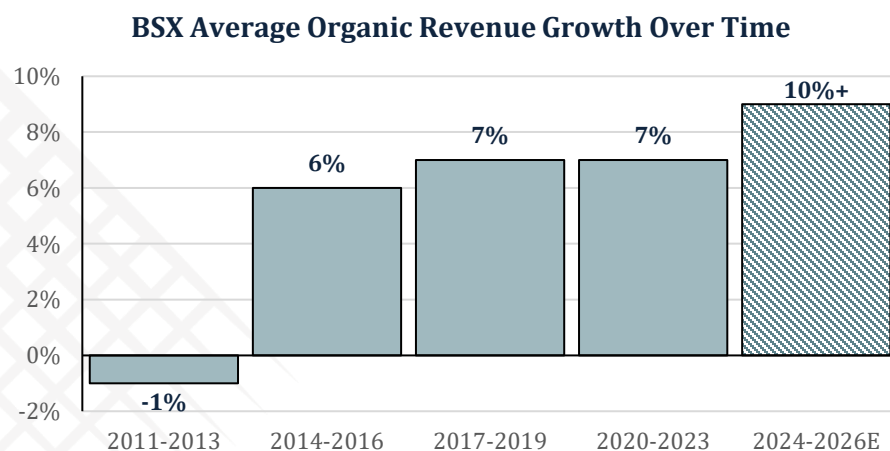
- **Durable growth profile:** Broad portfolio, continued innovation, tuck-in M&A, economies of scale can drive top line and double-digit EPS growth
- **Product innovation driving growth:**
  - Electrophysiology (EP) product portfolio likely to continue gaining share
  - Watchman (AF device) has sustained physician loyalty in fast-growing end market
  - Pipeline of other bets in emerging areas
- **Near-term margin opportunity underappreciated:** Key growth products are margin accretive
- **High quality management team with track record of M&A execution:** Venture capital portfolio enhances M&A efforts

## Electrophysiology is an Attractive End Market



- Electrophysiology is a cardiology subspecialty focused on the electrical activity in the heart

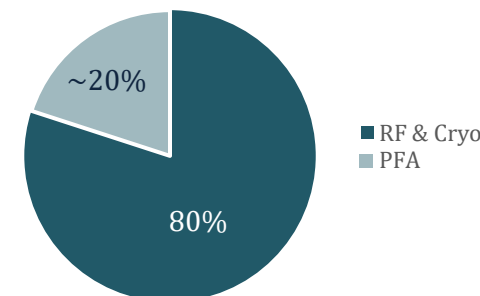
## History of Accelerating Revenue Growth






## Treatment Paradigm Shift Enabling Share Gains

### 2024 Atrial Fibrillation Ablations by Energy Type

- Rapid transition from legacy ablation—radiofrequency (RF) & cryoablation (Cryo)—to pulsed field ablation (PFA)
- Gaining market share in EP with a strong pipeline



# Broadcom (AVGO): Investment Overview

Business Overview				The \$250B+ AI Chip Market			
<ul style="list-style-type: none"><li>▪ <b>Diversified Technology Leader:</b> Broadcom is a global technology company that designs, develops, and supplies a broad range of semiconductor &amp; infrastructure software solutions</li><li>▪ <b>Broadcom operates two primary segments:</b><ul style="list-style-type: none"><li>▪ <b>Semiconductors (58% of revenue):</b> Serves networking, wireless, broadband, compute &amp; storage end markets<ul style="list-style-type: none"><li>▪ AI offerings (24% of total revenue, growing 40%+) consist of custom chips &amp; networking equipment for AI datacenter buildouts</li></ul></li><li>▪ <b>Software (42% of revenue):</b> Mission critical on-premise software with offerings that span cybersecurity, private cloud, observability, and mainframe</li></ul></li><li>▪ <b>High margins:</b> Broadcom boasts a ~60% operating margin and 38% FCF margin which enables consistent capital return</li></ul>				<i>"We have our own TPUs (tensor processing units) that are customized for our workloads, so they deliver superior performance and CapEx efficiency." – Google CFO</i>			
				<b>Custom Silicon – 20%</b> <ul style="list-style-type: none"><li>▪ Purpose-built for internal workloads (e.g. TPUs)</li><li>▪ High-volume deployment by hyperscalers</li><li>▪ Optimized for cost and performance at scale</li></ul>		<b>Merchant Silicon – 80%</b> <ul style="list-style-type: none"><li>▪ General-purpose AI chips (e.g. GPUs)</li><li>▪ Broad software ecosystem compatibility</li><li>▪ Easy to program with software</li><li>▪ Available across all major public clouds</li></ul>	
				We believe the AI silicon opportunity is large enough for both custom silicon and merchant silicon to scale successfully			
M&A is Key Part of Broadcom's Story				Company Profile			
<ul style="list-style-type: none"><li>▪ AVGO seeks to acquire businesses with #1 or #2 market share, high switching costs and attractive financial profiles</li><li>▪ Upon acquisition, Broadcom aims to cut costs, simplify go to market strategy and continue to invest in R&amp;D</li><li>▪ Over the last decade, Broadcom's aperture has expanded to software companies with mission critical offerings across security, mainframe &amp; public / private cloud infrastructure</li></ul>				<ul style="list-style-type: none"><li>▪ Market Cap: \$1.3T as of 6/30/25</li><li>▪ FY 2024 Revenue: \$51.5B</li><li>▪ Hist. 5 Yr. Revenue CAGR: 18%</li><li>▪ Hist. 5 Yr. EPS CAGR: 18%</li><li>▪ Adj. EBIT Margin: 59.6%</li></ul>			
				<ul style="list-style-type: none"><li>▪ FY 2024 FCF: \$19.4B (38% margin)</li><li>▪ Payout Ratio: 41%</li><li>▪ Net Debt / Adj. EBITDA: 1.8x</li><li>▪ HQ: San Jose, CA</li><li>▪ CEO: Hock Tan</li></ul>			
Recent Acquisitions	2018 – \$19B 	2019 – \$11B 	2023 – \$61B 				

Source: Company Filings, Bloomberg, Edgewood Research. No recommendation is made, positive or otherwise, regarding individual securities mentioned. The specific securities identified and described do not represent all the securities purchased, sold, or recommended for advisory clients, and the reader should not assume that investments in the securities identified were or will be profitable.

The information included in this slide represents the factors Edgewood's Investment Committee believes to be important for its investment consideration. All data is as of Broadcom's most recent fiscal year ended November 3, 2024, unless otherwise noted.

# Broadcom (AVGO): Investment Overview

## Investment Thesis

- Semiconductor market likely to grow from \$655B today to \$1T+ by 2030 (+9% CAGR) driven by AI compute, networking & digital communications
- Broadcom's diversified semiconductor business likely to benefit from hyperscaler investment in custom silicon**
  - AI hyperscaler capex est. \$455B this year to \$1T+ by 2029<sup>1</sup>
  - Company anticipates AI compute clusters scaling from 10k to 100k or 500k over medium term
    - Four new unnamed customers to expand AI revenue opportunity across compute & networking.
  - Non-AI semiconductor business to see a cyclical recovery** with mid-single digit growth longer-term

## Positioned to Meaningfully Scale AI Revenue

2024 AI Revenue: **\$12B**

Google

Meta

ByteDance

2027 Est. AI Serviceable Addressable Market: **\$60-\$90B**

Potential new customers offer meaningful upside to AI revenue



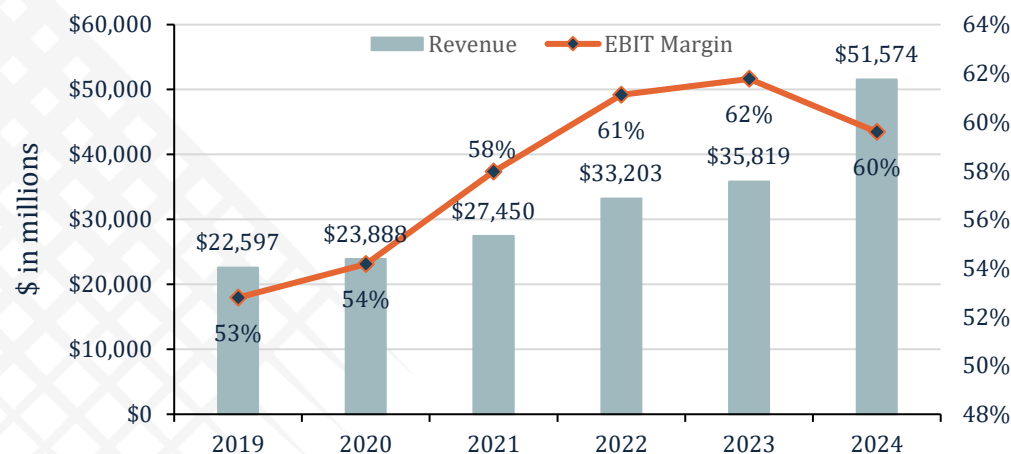
amazon

Microsoft



OpenAI

## AI should Drive Top Line Growth & Margin Expansion



Source: Company Filings, Bloomberg, Edgewood Research

<sup>1</sup>Dell 'Oro Group, <sup>2</sup>[Broadcom's Private Cloud Outlook 2025 Report Reveals Definitive Cloud Reset](#)

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## Investment Thesis (continued)

- Broadcom's software business centered around VMware likely to grow and generate cash flow
  - 53% of senior IT leaders say private cloud is top priority for deploying new workloads<sup>2</sup>
  - 84% of senior IT leaders use private cloud for traditional enterprise applications & cloud native workloads<sup>2</sup>
- CEO Hock Tan likely to continue long history of shareholder value creation through operational efficiency, M&A, and capital return
  - EBIT margins up 700bps over 5 years from 53% to 60%
  - Dividend CAGR of 32% since FY 2016
  - \$10B buyback announced April 2025

# Fair Isaac (FICO): Investment Overview


## Business Overview

- **FICO is the leading provider of consumer credit analytics and scoring algorithms:** Best known for the “FICO Score”—a three-digit metric used in 90%+ of consumer credit decisions across the U.S. (including mortgage, auto, credit card, and personal loans)
- **FICO generates revenue in two ways:**
  - **Scores (53% FY24 revenue / 76% FY24 EBITDA):** Proprietary risk algorithm is licensed to banks, credit bureaus, insurance companies, and other financial intermediaries. Royalty paid on a per score basis
  - **Software (47% FY24 revenue / 24% FY24 EBITDA):** Subscription software solutions, help banks and lenders manage the lifecycle of a loan (customer acquisition, fraud detection, repayment schedules)
- **35+ year history in consumer scoring has established it as the benchmark used in all domestic credit decisioning:** In 1987, they introduced nation’s first standardized credit score. Since then, all key constituents in consumer credit value chain have adopted and embedded it into their risk systems

## FICO is at the Center of the Consumer Credit Ecosystem

  
**Consumers**  
 Use FICO to understand their credit profile

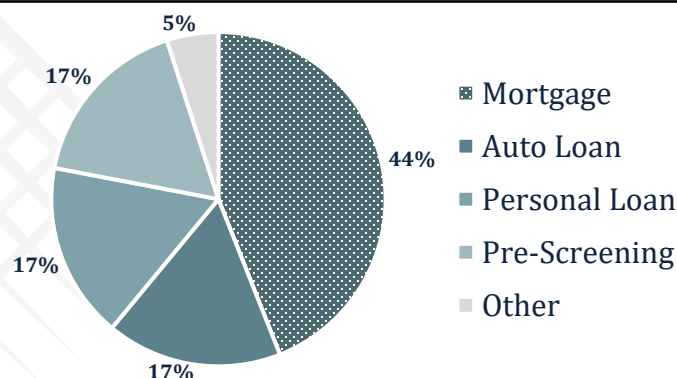
  
**Lenders**  
 Use FICO to inform lending decisions

  
**Investors**  
 Use FICO to evaluate portfolio risk

  
**Regulators**  
 Use FICO to assess systemic credit risk



## Business-to-Business Sales Drive Scores Revenue



## Company Profile

- Market Cap: \$44B as of 6/30/25
- FY 2024 GAAP EBIT Margin: 43%
- FY 2024 Revenue: \$1.7B
- Net Debt / Adj. EBITDA: 2.3x
- Hist. 5 Yr. Revenue CAGR: 8%
- HQ: Bozeman, MT
- Hist. 5 Yr. EPS Growth: 26%
- CEO: Will Lansing
- FY 2024 FCF: \$607M (35% margin)

Source: Company filings, Edgewood Research, Bloomberg. No recommendation is made, positive or otherwise, regarding individual securities mentioned. The specific securities identified and described do not represent all of the securities purchased, sold, or recommended for advisory clients, and the reader should not assume that investments in the securities identified were or will be profitable.

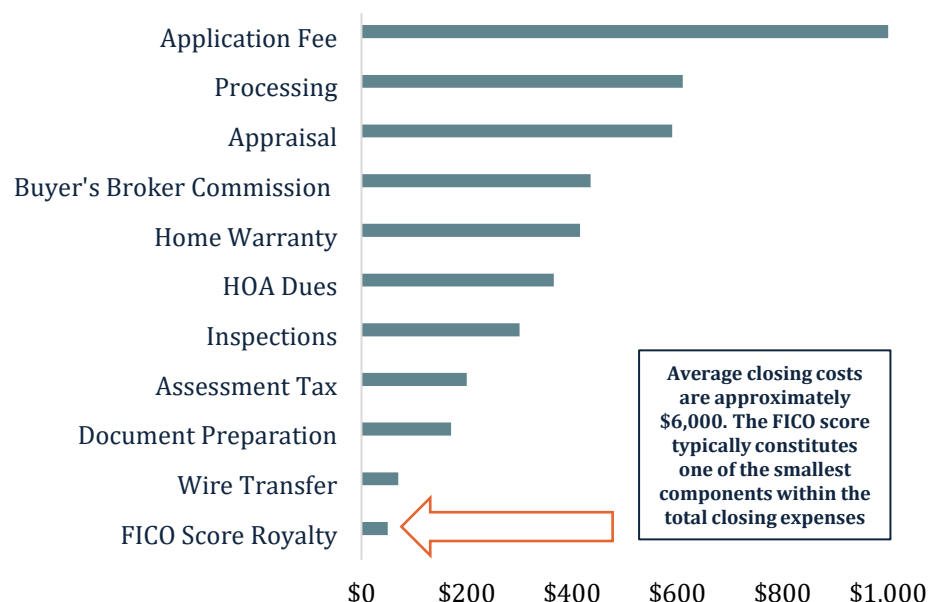
\*The information included in this slide represents the factors Edgewood's Investment Committee believes to be important for its investment consideration. All data is as of FICO's most recent fiscal year ended September 30, 2024, unless otherwise noted.

# Fair Isaac (FICO): Investment Overview

## Investment Thesis

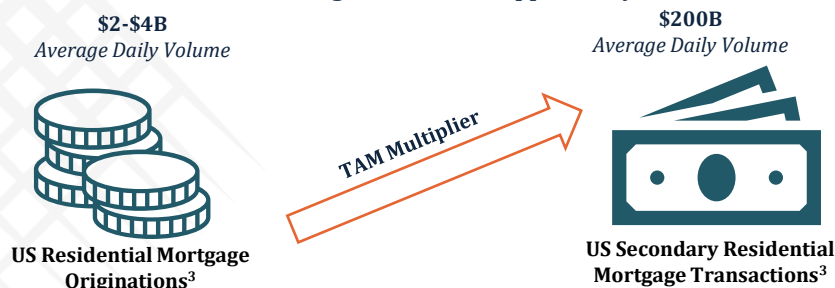
- **Industry standard:** FICO score is used in 90% of lending decisions
  - Embedded in underwriting & secondary market risk technology systems
  - Entrenchment makes it difficult to displace as it serves as the common language in communicating consumer risk profiles to market participants
- **Score monetization/Proliferation:** Accelerates volume by encouraging increased score pull cadence (monthly → weekly pulls) and monetizing new areas (mortgage non-originations)
- **Volume Growth in Core Categories:** Mortgage volumes are depressed relative to recent history (53% below the 2021 peak<sup>1</sup>). We see potential for bounce back followed by long-term secular growth driven by housing starts
- **Pricing Opportunity across Mortgage and Auto:** FICO is underpriced relative to the value it provides in credit underwriting
- **Management Aligned with Shareholders:** CEO Will Lansing is a top 15 shareholder. Company has investor friendly capital return strategy (~\$3B shares repurchased since 2021)

## FICO is Minimal Cost in Mortgage Closing<sup>2</sup>



## Proliferation of Scores as an Opportunity

FICO is not compensated for use of scores on secondary market; this represents an exciting monetization opportunity



## Why Now?

- New U.S. administration created policy uncertainty which led to a buying opportunity: Investors have raised concerns around changes at Fannie Mae and Freddie Mac that could impact FICO's position in market and its role in scoring government-backed mortgages (~57% of new mortgages<sup>4</sup>)
- FICO has faced regulatory scrutiny before and navigated it successfully
- We felt that the recent stock pullback (down 20%+ in mid-May) compensated investors for regulatory uncertainty

No recommendation is made, positive or otherwise, regarding individual securities mentioned. The specific securities identified and described do not represent all of the securities purchased, sold, or recommended for advisory clients, and the reader should not assume that investments in the securities identified were or will be profitable.

Sources: <sup>1</sup>Per CFPB. <sup>2</sup>Per FICO open-letter to CFPB 8/2/2024, assumes \$6,000 avg. mortgage closing cost, <sup>3</sup>2024 residential mortgage data per Bank of America. <sup>4</sup>2024, per Mortgage Finance  
The information included in this slide represents the factors Edgewood's Investment Committee believes to be important for its investment consideration. All data is as of FICO's most recent fiscal year ended September 30, 2024, unless otherwise noted.

# Conclusion

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- Equity markets rebounded in Q2, recovering from trade and tariff uncertainties
- The U.S. economy continues to expand and inflation fears have not yet materialized
- Edgewood took advantage of market volatility to initiate three new investments and bolster recent additions to its portfolio
- Following heightened portfolio activity since 2022, we anticipate a decrease in portfolio turnover
- AI spending remains a robust secular trend, and we believe Edgewood's portfolio is well-positioned to capitalize on this long-term opportunity

# Our Organization

## PARTNERS

<b>Alan Breed</b> President & Portfolio Manager	<b>Lawrence Creel</b> Partner & Portfolio Manager	<b>Scott Edwardson</b> Partner & Portfolio Manager	<b>Alexander Farman-Farmaian</b> Vice Chairman, Partner & Portfolio Manager	<b>Peter Jennison</b> Partner & Portfolio Manager	<b>Kevin Seth</b> Partner & Portfolio Manager
<b>James Carrier</b> Partner & Director of Marketing	<b>Olivia Fleming</b> Partner & Chief Legal Officer	<b>Julianne Mulhall</b> Partner & Chief Compliance Officer	<b>Fausto Rotundo, CPA</b> Partner, Chief Financial Officer & Chief Operating Officer	<b>Nicholas Stephens, CFA</b> Partner & Retired Portfolio Manager	

## TEAM MEMBERS

<b>Michael Voellmicke, CPA</b> <i>Controller</i>	<b>Irma Mellet</b> <i>Legal &amp; Compliance Officer</i>	<b>Scott Robinson</b> <i>Managing Director &amp; Senior Research Analyst</i>	<b>Jim Schneider</b> <i>Director of Trading</i>	<b>Nicole Pardo</b> <i>Private Client Service Director</i>	<b>Vito Pignatelli</b> <i>Institutional Client Service Director</i>	<b>Vincent Byrne</b> <i>Portfolio Systems Director</i>	<b>Kitty McBride</b> <i>Executive Assistant</i>	<b>James Chatham</b> <i>Director of IT</i>	<b>John Schaeffer</b> <i>Marketing Associate</i>
<b>Lauren Romao</b> <i>Finance Associate</i>		<b>Will Broadbent</b> <i>Managing Director &amp; Senior Research Analyst</i>	<b>Angelina Iannuzzi</b> <i>Trader</i>	<b>John Nahaczewski</b> <i>Client Service Administrator</i>	<b>Emily Ma</b> <i>Senior Client Service Administrator</i>	<b>Julie Stevenson</b> <i>Operations Associate</i>	<b>Marylynn McKeown</b> <i>Executive Assistant</i>	<b>Rick Brown</b> <i>IT Associate</i>	<b>Tyler Grossé</b> <i>Program Manager</i>
		<b>Schuyler Stitzer</b> <i>Senior Research Analyst</i>	<b>John Lyden</b> <i>Trader</i>	<b>Gloria Lee</b> <i>Client Service Administrator</i>	<b>Jared Tronni</b> <i>Client Service Administrator</i>	<b>Matt Perilli, CFA</b> <i>Operations Associate</i>	<b>Monika Gavares</b> <i>Executive Assistant</i>		
		<b>Janet Lynne Knopf</b> <i>Senior Research Analyst</i>		<b>Lyndsey Baird</b> <i>Client Service Associate</i>		<b>Nate Schaufler</b> <i>CRM Administrator</i>	<b>Kerry McKeown</b> <i>Receptionist</i>		
		<b>Jennifer Lupica</b> <i>Senior Research Analyst</i>							
		<b>Pete Newton</b> <i>Junior Research Analyst</i>							
		<b>Olivia Ostrover</b> <i>Junior Research Analyst</i>							

# Disclosure

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The material in this slide deck contains statements which may be considered "forward-looking statements," which are not historical in nature. Words such as "anticipate," "believe," "could," "estimate," "expect," "intend," "likely," "may," "plan," "potential," "should," "target" and "would" are intended to identify such statements. These forward-looking statements include, among other things, projections, forecasts, estimates or hypothetical calculations with respect to income, yield or return, future performance targets, or potential future investments. No representation is made as to the accuracy, validity or relevance of any such forward-looking statement, and actual events are difficult to predict and may be substantially different. All forward-looking statements are based on our view on the date of this slide deck, unless otherwise specified. Investing involves risk and you may incur a loss.

*As of June 30, 2025*

## Net Quarterly Performance – Large Cap Growth Composite as of June 30, 2025

	1st Quarter	2nd Quarter	3rd Quarter	4th Quarter	Annual	S&P 500	Russell 1000 Growth
<b>2015</b>	1.93	3.55	-3.64	9.62	11.49	1.38	5.67
<b>2016</b>	-3.68	-0.94	9.90	-1.39	3.41	11.96	7.08
<b>2017</b>	13.46	8.58	5.56	3.91	35.13	21.83	30.21
<b>2018</b>	6.60	7.14	6.46	-15.58	2.64	-4.38	-1.51
<b>2019</b>	16.25	5.43	0.03	9.50	34.25	31.49	36.39
<b>2020</b>	-11.55	30.00	10.21	12.51	42.58	18.40	38.49
<b>2021</b>	1.52	18.16	0.93	2.30	23.85	28.71	27.60
<b>2022</b>	-17.56	-26.76	-9.42	9.31	-40.22	-18.11	-29.14
<b>2023</b>	15.11	11.24	-5.80	15.94	39.84	26.29	42.68
<b>2024</b>	13.16	2.87	0.40	1.81	18.99	25.02	33.36
<b>2025</b>	-7.82	15.87			6.80*	6.20*	6.09*

Past performance does not guarantee future results. Refer to attached footnotes. Net performance results are calculated after actual management expenses including performance-based fees. Net and gross returns are calculated after the deductions of actual trading expenses. Trading expenses comprise of trading commissions.

The Edgewood Large Cap Growth Composite has had a performance examination for the periods January 1, 1992, through December 31, 2023.

\*Performance through June 30, 2025

## Gross Quarterly Performance – Large Cap Growth Composite as of June 30, 2025

	1st Quarter	2nd Quarter	3rd Quarter	4th Quarter	Annual	S&P 500	Russell 1000 Growth
<b>2015</b>	2.16	3.78	-3.43	9.84	12.46	1.38	5.67
<b>2016</b>	-3.45	-0.72	10.12	-1.18	4.31	11.96	7.08
<b>2017</b>	13.69	8.82	5.78	4.14	36.29	21.83	30.21
<b>2018</b>	6.82	7.38	6.68	-15.38	3.54	-4.38	-1.51
<b>2019</b>	16.49	5.66	0.25	9.73	35.40	31.49	36.39
<b>2020</b>	-11.35	30.26	10.44	12.75	43.80	18.40	38.49
<b>2021</b>	1.74	18.40	1.14	2.52	24.90	28.71	27.60
<b>2022</b>	-17.34	-26.56	-9.24	9.53	-39.66	-18.11	-29.14
<b>2023</b>	15.34	11.47	-5.60	16.20	41.02	26.29	42.68
<b>2024</b>	13.39	3.11	0.62	2.03	20.03	25.02	33.36
<b>2025</b>	-7.63	16.11			7.25*	6.20*	6.09*

Past performance does not guarantee future results. Refer to attached footnotes.

The Edgewood Large Cap Growth Composite has had a performance examination for the periods January 1, 1992, through December 31, 2023.

\*Performance through June 30, 2025

## Large Cap Growth Composite

	Gross Annual Return	Net Annual Return	S&P 500	Russell 1000 Growth	Number of Portfolios	Composite Dispersion	Total Assets in Composite (\$MM)	% of Firm Assets	GIPS Firm Assets (\$MM)
2015	12.46	11.49	1.38	5.67	470	0.42	3,701.0	26.6	13,906.8
2016	4.31	3.41	11.96	7.08	525	0.24	3,964.4	25.4	15,578.2
2017	36.29	35.13	21.83	30.21	609	0.22	5,482.0	23.4	23,430.1
2018	3.54	2.64	-4.38	-1.51	632	0.25	5,409.8	21.6	25,044.9
2019	35.40	34.25	31.49	36.39	690	0.53	7,358.4	21.5	34,207.6
2020	43.80	42.58	18.40	38.49	802	0.55	10,456.4	20.3	51,392.0
2021	24.90	23.85	28.71	27.60	864	0.25	12,876.2	20.8	61,873.6
2022	-39.66	-40.22	-18.11	-29.14	643	0.38	6,427.5	22.4	28,756.7
2023	41.02	39.84	26.29	42.68	661	0.58	8,389.7	23.5	35,717.0
2024	20.03	18.99	25.02	33.36	680	0.29	8,513.8	23.7	35,937.4

Past performance does not guarantee future results. Refer to attached footnotes.

The Edgewood Large Cap Growth Composite has had a performance examination for the periods January 1, 1992, through December 31, 2023.

Performance results are expressed and calculated in U.S. dollars. Gross performance results are calculated before deduction of management fees. Net performance results are calculated after actual management expenses including performance-based fees. Net and gross returns are calculated after the deduction of actual trading expenses. Trading expenses comprise of trading commissions.

Annual composite dispersion presented is an asset-weighted standard deviation of gross returns for accounts in the composite the entire year.

## Footnotes for Large Cap Growth Composite

Edgewood Management LLC claims compliance with the Global Investment Performance Standards (GIPS®) and has prepared and presented this report in compliance with the GIPS standards. Edgewood Management LLC has been independently verified for the periods January 1, 1992, through December 31, 2023. 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 Edgewood Large Cap Growth Composite has had a performance examination for the periods January 1, 1992, through December 31, 2023. The verification and performance examination reports are available upon request. Edgewood Management LLC is an SEC registered investment advisor. Past performance is no guarantee of future results. The performance data presented here should not be taken as any guarantee or other assurance as to future results. The value of any investment may increase or decrease over time. Performance results are expressed and calculated in U.S. dollars. Gross performance results are calculated before deduction of management fees. Net performance results are calculated after actual management expenses including performance-based fees. Net and gross returns are calculated after the deduction of actual trading expenses. Trading expenses comprise of trading commissions. The management fee as disclosed in Part 2A of Edgewood's Form ADV is 1%. Actual investment advisory fees incurred by clients may vary.

The Large Cap Growth Composite is comprised of individual and institutional accounts that invest in Edgewood's Large Cap Model of generally 22 large capitalization growth companies chosen by using fundamental analysis and an internal valuation discipline. Edgewood strives to beat the S&P 500 and Russell 1000 Growth indices annually and over the long-term. The composite was created in January 2001, and the composite inception is January 1987. Composites are valued monthly, and portfolio returns have been weighted by using beginning of quarter market values plus weighted cash flows. Performance results reflect the reinvestment of dividends and other earnings. Trade date accounting has always been used. No alteration of composites as presented here has occurred because of changes in personnel. A complete list and description of the Firm's composites is available upon request. Depending on the custodian's treatment of foreign withholding taxes on dividends, interest, and capital gains, Edgewood's performance figures reflect the performance of accounts which may be gross or net of foreign withholding taxes on dividends, interest, and capital gains.

Only discretionary accounts are included in the Large Cap Growth Composite. Effective January 1, 2021, Edgewood changed the minimum portfolio size for inclusion in the composite from \$250,000 to \$1,000,000. Effective July 1, 2013, Edgewood changed the minimum portfolio size for inclusion in the composite from \$500,000 to \$250,000. Additional information regarding previous composite minimums is available upon request. From inception to December 31, 2000, the performance results shown represent the Institutional Large Cap Growth Composite, which has the same strategy as the Large Cap Growth Composite, but it only includes tax exempt accounts. This composite is presented because taxable portfolios prior to 2001 typically held restrictions and legacy holdings that were not representative of the strategy. As of January 1, 2001, the results shown include taxable and tax-exempt accounts that follow the composite strategy. The composite represents approximately 22.7% of the firm's assets under management as of June 30, 2025.

From January 1, 1992, to December 31, 1997, accounts were included in the composite the first full month after opening. From January 1, 1998, to December 31, 2004, accounts were included in the composite at the end of its second quarter after opening. As of January 1, 2005, accounts are included in the relevant composite the first full quarter after their opening. Policies for valuing investments, calculating performance, and preparing GIPS Reports are available upon request.

The composite returns are benchmarked to the Standard & Poor's 500 Index ("S&P 500") and the Russell 1000® Growth Index ("R1000 Growth"). The benchmarks are used for comparative purposes only and generally reflects the risk or investment style of the investments reported on the schedules of investment performance. The Russell 1000 Growth Index returns were not shown in the 12/31/24 GIPS Report distributed in the first quarter 2025 but have subsequently been added in retroactively for all periods. Investments made for the portfolios Edgewood manages according to its Large Cap Growth strategy may differ significantly in terms of security holdings, industry weightings, and asset allocation from those of the aforementioned indices. Accordingly, investment results and volatility will differ from those of the benchmarks. The S&P 500 is an unmanaged index with no expenses, which covers 500 industrial, utility, transportation and financial companies of US markets. It is a capitalization-weighted index calculated on a total return basis with dividends reinvested. The R1000 Growth measures the performance of those Russell 1000 companies with higher price-to-book ratios and higher forecasted growth rates and dividends are reinvested. 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.

Three Year Annualized Standard Deviation										
	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
Large Cap Growth Composite	11.94%	13.45%	12.68%	13.84%	12.96%	17.88%	16.66%	24.91%	24.62%	24.50%
S&P 500	10.48%	10.59%	9.92%	10.80%	11.93%	18.53%	17.17%	20.87%	17.29%	17.15%
Russell 1000 Growth	10.70%	11.15%	10.54%	12.12%	13.07%	19.64%	18.17%	23.47%	20.51%	20.33%
The Three Year Annualized Standard Deviation measures the variability of the composite gross returns and the benchmark returns over the preceding 36-month period.										

