



IVA claims compliance with the Global Investment Performance Standards (GIPS<sup>®</sup>) and has prepared and presented this report in compliance with the GIPS standards. IVA has been independently verified for the period from January 1, 2008 through December 31, 2017.

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. The Diversified Global Composite has been examined for the period from January 1, 2008 through December 31, 2017. The verification and performance examination reports are available upon request.

1. International Value Advisers, LLC is an independent investment advisor registered under the Investment Advisers Act of 1940. Registration does not imply a certain level of skill or training. A list of composite descriptions and policies for valuing portfolios, calculating performance, and preparing compliant presentations are available upon request. All returns are expressed in U.S. dollars.
2. The Diversified Global Composite includes all institutional accounts, mutual funds, and limited partnerships benchmarked to the MSCI AC World (Net) Index. The composite was created in March 2009. No attempt is made to construct a portfolio relative to this benchmark. Instead, the objective is to deliver annual returns in excess of risk-free yields and to outperform major benchmarks over a long investment cycle. To achieve its objective, IVA will seek investments in companies of any size that have one or more of the following: financial strength, temporarily depressed earnings or entrenched franchises. However, the overriding attribute of such companies is that their securities offer fundamental value. The minimum account size to be included in the composite is \$5 million.
3. Both gross and net returns reflect the deduction of transaction costs and the reinvestment of dividends and other earnings. Returns are net of non-reclaimable withholding taxes. Gross returns do not reflect the deduction of investment advisory fees or any other expenses that may be incurred in the management of the account. Net returns are net of model investment advisory fees of 0.9% and 1.5% as reflected in the table. Model net returns are calculated by subtracting the respective fee above on a monthly basis from the gross composite return. Actual advisory fees can vary among clients invested in this strategy. The firm's fees are available upon request and also may be found in Part 2A of Form ADV. The Composite may include accounts with performance-based fees. The current standard fee schedule for separately managed accounts is as follows: 0.85% on the first \$250 million; 0.80% thereafter.
4. The returns of the MSCI AC World (Net) Index are provided to represent the investment environment existing during the time periods shown and are not covered by the report of the independent verifiers. The MSCI All Country World Index (Net) is an unmanaged index consisting of 47 country indices comprised of 23 developed and 24 emerging market country indices and is calculated with dividends reinvested after deduction of withholding tax. Unlike the composite the index has no expenses. The Index is a trademark of MSCI, Inc.
5. The dispersion of returns is measured by the equal weighted standard deviation of account returns included in the composite for the full period. For those periods where less than 2 accounts are included, "N/A" is presented.
6. The three-year annualized ex-post standard deviation measures the variability of the composite and the benchmark for the 36-month period ending as of the date provided.
7. Accounts in the composite may invest in derivative instruments. These include forward contracts, options and future contracts. Accounts invest in derivatives primarily to seek to hedge exposure to certain markets and securities and/or for speculative (i.e. non-hedging) purposes. Accounts also seek to hedge exposure to foreign currencies, typically through the use of foreign currency derivatives, including currency forward contracts.

Past performance is not indicative of future results. As with any investment vehicle there is always the potential for gains as well as the possibility of losses.