Morris Capital Advisors, LLC

Small-Cap Growth Portfolio

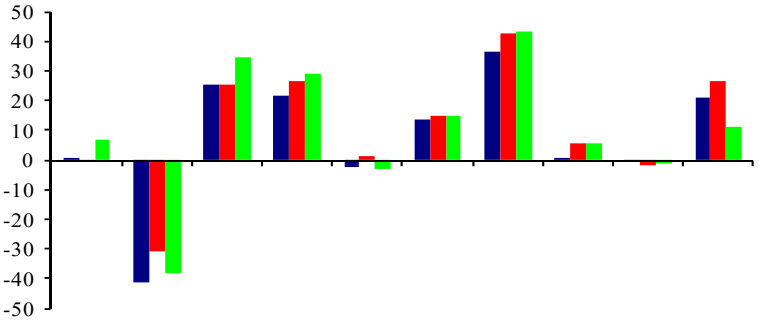
As of 12/31/2016

PORTFOLIO INFORMATION

The Small-Cap Portfolio invests primarily in the common stock of small companies with an average market capitalization of approximately $500 million. This portfolio generally invests in companies with strong earnings and growth, a high rate of free cash flow relative to the current stock price, improving earnings expectations, strong relative price performance, and above average analyst recommendations

PORTFOLIO PERFORMANCE

Net Investment Performance



	2007	2008	2009	2010	2011	2012	2013	2014	2015	2016
Portfolio	**0.62**	**-40.74**	**25.33**	**21.46**	**-2.23**	**13.74**	**36.43**	**0.82**	**-0.04**	**20.70**
S&P600	-0.30	-31.07	25.56	26.31	1.02	14.83	42.44	5.65	-1.98	26.56
Russell 2000	-1.55	-33.80	27.19	26.85	-4.18	14.59	43.30	4.89	-4.42	21.32

The S&P Small Cap Index is an unmanaged index compiled by Standard & Poor's. The Russell 2000 Growth Index, compiled by the Frank Russell Co., is an unmanaged index of small capitalization growth stocks. Both indices include re-investment of dividends.

Net Composite Investment Performance
As of 12/31/2016

	Small-Cap Portfolio	Lipper SC Growth Funds	Russell 2000 Growth Index
4th Quarter	**9.26 %**	0.93 %	3.57 %
1-Year	**20.70 %**	9.38 %	11.32 %
3-Year Annualized	**6.74 %**	2.62 %	5.05 %
5-Year Annualized	**13.53 %**	11.77 %	13.73 %
10-Year Annualized	**5.22 %**	6.32 %	7.75 %
Annual since Incept. 4/30/01	**7.60 %**	5.81 %	6.82 %

PORTFOLIO CHARACTERISTICS

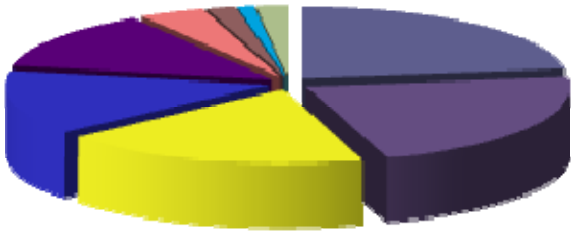
KEY MEASURES
12/31/2016

	Small-Cap Portfolio	S&P 600 Index
Average Yield	**0.76 %**	1.29 %
PE on Expected Earnings	**16.76 x**	24.01 x
Expected Growth Rate	**13.47 %**	11.36 %
PEG Ratio	**1.24 x**	2.11 x
Debt to Capital	**31.26 %**	28.15 %
Price to Book	**3.89 x**	2.10 x

HOLDINGS & INDUSTRY SECTORS
12/31/2016

MAJOR HOLDINGS		INDUSTRY SECTORS	
Tailored Brands	1.3 %	Consumer Disc.	22.7 %
Web.Com Group	1.3 %	Information Tech.	21.9 %
American Axle	1.2 %	Industrial	18.8 %
Emergent Bio	1.2 %	Health Care	13.7 %
Kom Ferry Int'l.	1.2 %	Financial	13.1 %
Apogee Enterprises	1.1 %	Material	4.0 %
Supemus Pharma	1.1 %	Energy	1.8 %
Regional Mgmt.	1.1 %	Consumer Staples	1.0 %
Lionbridge Tech.	1.1 %		
Fox Factory Hldgs.	1.1 %		

PORTFOLIO BY SECTOR



Past performance cannot guarantee future results. All investment strategies and investments involve risk of loss, including the possible loss of all amounts invested. Composites include all fully discretionary separate accounts over $100,000 and all commingled accounts over $500,000 managed by Morris Capital Advisors, LLC for a full quarter. A full list and description of all composites is available upon request. Composite creation date is 12/31/1992. Policies for valuing portfolios, calculating performance, and preparing compliant presentations are available upon request. Portfolios are invested solely in US securities. Returns are time-weighted linked net total return including dividends, interest, realized and unrealized capital gains and losses, reduced by all costs and expenses such as commissions, other brokerage fees and transaction costs and actual advisory fees charged to clients. Advisory fees range from 100 to 125 basis points of assets under management and may be found in ADV Form 2A. Performance results presented in compliance with Global Investment Performance Standards (GIPS) of the CFA Institute. The CFA Institute has not been involved with the preparation or review of this report.

The benchmarks indices shown were selected due to their composite makeup and represent, based on the Adviser's experience, the best relative performance comparison. The indices are widely recognized and accepted, and consist of a managed or unmanaged pool of securities. The indices are rebalanced on a periodic basis, may or may not include the reinvestment of dividends, and typically are gross of any assumed trading costs, management fees, or other assumed expenses, which may cause returns to be less than stated. It is not possible to invest directly in a index and an index does not incur transaction costs, while the investment strategy does. Please note that there may be material differences between the benchmark index and the investment strategies in terms of their composition, including, but not limited to, the level of diversification, exposure, and amount of exposure to certain types of investments such as commodities or foreign equities; and their level of risk, as measured by volatility and/or other methods.