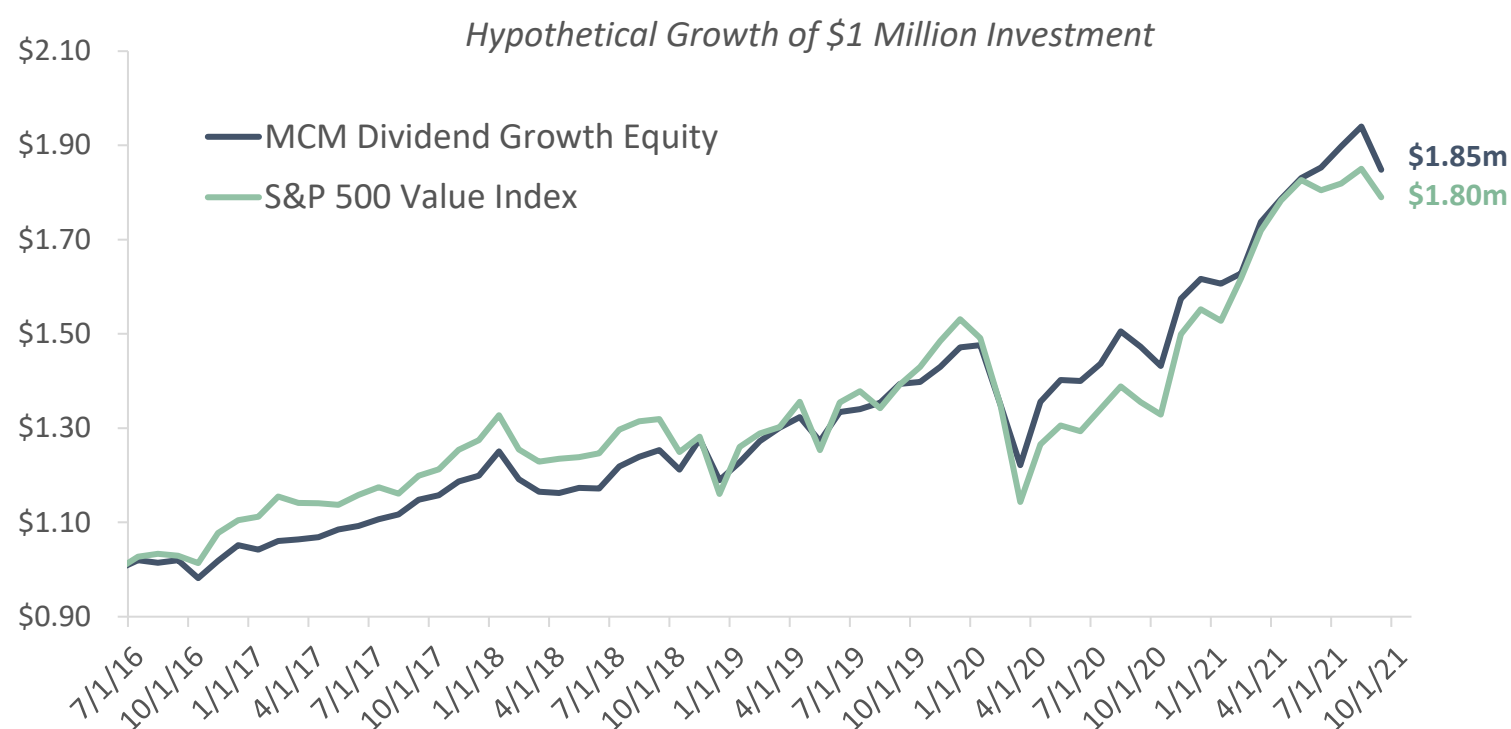


# Composite Summary

## Dividend Growth Equity

# M·C·M

### Portfolio Performance (as of September 30, 2021)<sup>1</sup>



	QTD	YTD	1 YR	3 YR	5 YR	Since Inception**
MCM Dividend Growth Equity	-0.26	14.30	25.47	13.82	12.63	12.41
S&P 500 Value Index	-0.85	15.31	32.02	10.69	11.70	12.04

### Portfolio Statistics and Yield Comparison<sup>2</sup>

Standard Deviation	15.14	
Active Share	79.5	2.36%
ROE	21.3	2.20%
Beta	0.71	1.52%
Sharpe Ratio	0.84	
Weighted Avg. Market Cap (\$B)	317.1	
Weighted Avg. Proj. 3-5 Yr. EPS Growth	12.4	

■ MCM Dividend Growth Equity  
■ S&P 500 Value  
■ 10-Year Treasury

### Sector Allocation (%)

Communication Services	5.28
Consumer Discretionary	12.64
Consumer Staples	5.57
Energy	2.79
Financials	19.79
Health Care	14.27
Industrials	8.54
Real Estate	7.76
Information Technology	18.72
Utilities	4.64

### Top 10 Holdings<sup>3</sup>

JPMorgan Chase & Co.	JPM
Bank of America Corp.	BAC
BlackRock, Inc.	BLK
Apollo Global Management	APO
CVS Health Corp.	CVS
Emerson Electric Co.	EMR
Target Corporation	TGT
T. Rowe Price Group Inc.	TROW
Paychex, Inc.	PAYX
Microsoft Corp.	MSFT

### Objective & Strategy

The MCM **Dividend Growth Equity** Strategy seeks to provide above-average yield and total return by investing primarily in high-quality, large-cap companies that offer strong potential for dividend and earnings growth.

- **Above-Average Yield:** Generate a dividend yield greater than the broader equity market.
- **High-Quality Stocks:** Focus on strong cash flows, solid balance sheets, growing profitability, and reasonable dividend payout ratios.
- **Dividend Growth:** Emphasize companies that are likely to raise future dividends in a sustainable manner.

### Portfolio Construction

Asset Class	Large Cap
Inception Date	June 30, 2016
Strategy Assets	\$12.7 MM
Mkt. Cap at Purchase	> \$10 B
Max Position Size	10%

### Investment Team

**Gregory G. Heard**  
Principal and Portfolio Manager

**James P. Gauthier, CFA**  
Senior Vice President and Portfolio Manager

**Andrew T. Chudy**  
Portfolio Manager and Research Analyst

### Contact Us

**Maryland Capital Management, LLC.**

**Offices**  
800 N. Charles Street, Suite 500  
Baltimore, Maryland 21201

3301 Bonita Beach Road, Suite 107  
Bonita Springs, Florida 34134

 [www.mdcapital.com](http://www.mdcapital.com)

 [info@mdcapital.com](mailto:info@mdcapital.com)

 410-547-2666

<sup>1</sup>All of the performance data presented above is net of advisory fees. All metrics longer than one year are annualized total returns.

<sup>2</sup>Portfolio Statistics and Risk Metrics are presented gross of advisory fees. Portfolio statistics are calculated by FactSet Research Systems and are versus the S&P 500® Value Index for an annualized trailing three-year time period.

<sup>3</sup>This report is not a recommendation to buy or sell specific securities.

<sup>†</sup>All of the data presented above is supplemental to the GIPS compliant presentation.

# Composite Summary

## Dividend Growth Equity



### Dividend Growth Equity Composite (12/31/16 – 12/31/20)

Year	Composite Total Gross Returns (%)	Composite Total Net Returns (%)	S&P 500 Value Benchmark Returns (%)	Composite Dispersion (%) <sup>3</sup>	Composite 3 Yr Standard Deviation (%)	S&P 500 Value Standard Deviation (%) <sup>2</sup>	Composite Number of Portfolios	Composite Assets (\$Millions)	Total Firm Assets Under Management (\$Millions)	Assets Under Advisement (\$Millions)	Total Entity Assets (\$Millions)*
2016**	5.72	5.20	10.50	-	-	10.88	1	0.45	964.15	2.66	966.81
2017	15.10	13.95	15.36	-	-	10.46	1	0.50	1038.24	0.28	1038.52
2018	0.23	-0.76	-8.95	-	-	11.18	1	0.49	1049.06	0.22	1049.28
2019	24.90	23.67	31.93	-	9.02	12.91	1	0.60	1382.27	3.10	1385.37
2020	10.85	9.90	1.36	-	15.10	19.62	7	7.47	1948.11	55.66	2003.77

#### Global Investment Performance Standards (GIPS®)

Maryland Capital Management, LLC (“MCM”) claims compliance with the Global Investment Performance Standards (GIPS®) and has prepared and presented this report in compliance with the GIPS standards. MCM has been independently verified for the periods 12/31/95 – 12/31/20. A firm that claims compliance with the GIPS standards must establish policies and procedures for complying with all of the applicable requirements of the GIPS standards. Verification provides assurance on whether the firm’s policies and procedures related to composite maintenance, as well as calculation, presentation, and distribution of performance, have been designed in compliance with the GIPS standards and have been implemented on a firm-wide basis. Verification does not provide assurance on the accuracy of any specific performance report. The verification reports are available upon request.

#### Firm and Composite Information

MCM is an investment advisor registered with the Securities and Exchange Commission under the Investment Advisors Act of 1940. MCM manages a variety of equity, fixed income, alternative, and balanced investment strategies for both high net worth and institutional investors.

The Dividend Growth Equity composite was created on 10/1/20 and inceptioned on 6/30/16\*\*. Accounts included are comprised of all actively managed fee paying and non-fee-paying accounts with a minimum asset value of \$250,000 and a dividend growth strategy. The composite seeks to provide above-average yield and total return by investing in a concentrated portfolio of high quality, large capitalization companies that offer a strong potential for dividend and earnings growth. Portfolios typically hold 35 positions resulting from the MCM Investment Committee’s analysis. Some accounts hold a cash balance that may impact performance. The standard investment management fee for the Dividend Growth Equity composite is 1% of AUA per annum and is negotiable in certain circumstances.

#### Benchmark

The composite benchmark is the S&P 500® Value Index, a style-concentrated index designed to track the performance of stocks that exhibit the strongest value characteristics by using a style-attractiveness weighting scheme. The S&P 500® Value Index contains only those S&P 500 companies with value stock characteristics as selected by Standard & Poors. The S&P 500® Value Index is unmanaged and cannot be invested in directly.

#### Performance Calculations

Valuations and returns are computed and stated in U.S. dollars. Results reflect the reinvestment of dividends and capital gains.

MCM calculates an asset-weighted return using the aggregate method on a monthly basis. This method aggregates market values and cash flows for all accounts and treats the composite as if it were one account. Portfolios included in a composite belong to the composite for the entire one-month period. The Modified Dietz Method (average capital base equation) is used to calculate monthly return for separate accounts. Results for the full historical period are time-weighted.

Gross-of-fees returns are presented before investment management and custodial fees, but after all trading expenses and withholding taxes. Net-of-fees returns are calculated using actual investment management fees paid by clients.

Dispersion is calculated using the equal-weighted standard deviation of the gross portfolio returns of all accounts included in the composite for the entire year. The three-year annualized standard deviation measures the variability of the gross composite returns and the benchmark returns over the preceding 36-month period using returns gross of fees. Dispersion is not calculated if there were less than six accounts in the composite for the entire calendar year.

**Past performance does not guarantee future results.** A list of MCM composite descriptions is available upon request. Policies for valuing investments, calculating performance, and preparing GIPS Reports are also available upon request.

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.

\*Total Entity Assets includes both Assets Under Management and Assets Under Advisement.