

Q1 | 2025



Mid Cap Value



Prepared for Franklin Regional Retirement System

Relationship Manager

Connor Watson
cwatson@bostonpartners.com
617-832-8128

Client Service Associate

Jason Dempsey
jdempsey@bostonpartners.com
617-832-8203

Investment Performance - Mid Cap Value

First Quarter 2025

Asset Allocation (USD)

	Market Value	% of Portfolio
Equity	9,316,246	97.3%
Cash & Cash Equivalents	260,051	2.7%
Accrued Income	13,768	
Total	9,590,065	100.0%

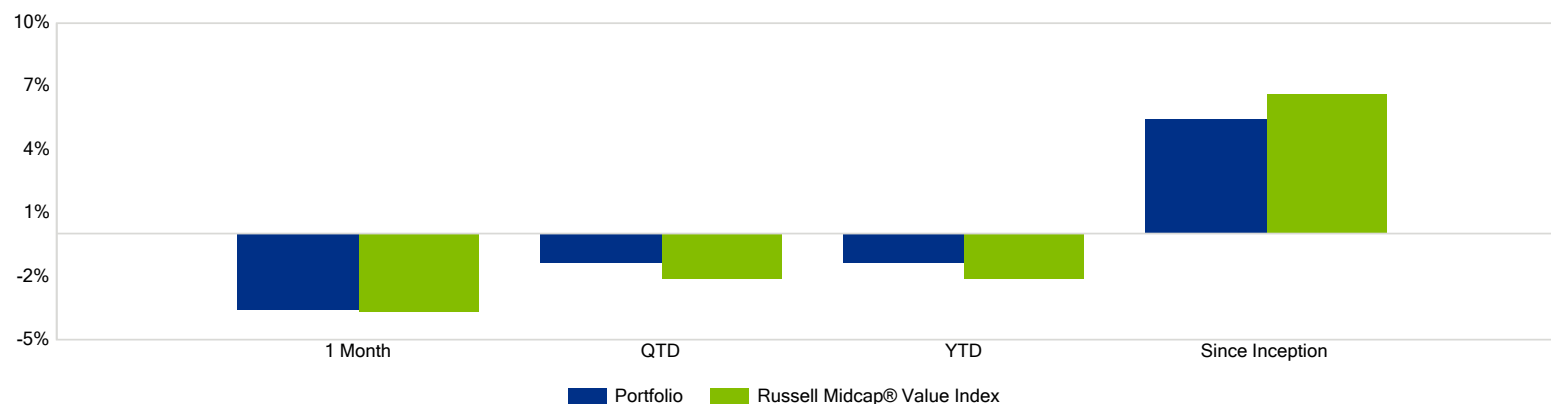
Statement of Changes (USD)

Market Value on 01/01/2025	9,723,863
Net Cash Flows	(16)
Earned Income	42,005
Market Appreciation	(175,787)
Market Value on 03/31/2025	9,590,065

Annualized Performance (%)

Performance Inception Date: 07/09/2024

	1 Month	QTD	YTD	Since Inception
Total Portfolio - Gross of Fees	(3.60)	(1.38)	(1.38)	5.45
Total Portfolio - Net of Fees	(3.65)	(1.52)	(1.52)	4.99
Russell Midcap® Value Index	(3.68)	(2.11)	(2.11)	6.58



Data is for Franklin Regional Retirement System as of March 31, 2025.

Past performance is not an indication of future results. Please refer to the back for other important disclosures.

Performance Commentary - Mid Cap Value

First Quarter 2025

Five Largest Contributors

Security Name	Total Return (%)	Contribution to Return (%)	Sector
Cencora Inc	24.05	0.36	Health Care
AutoZone Inc	19.07	0.33	Consumer Discretionary
Howmet Aerospace Inc	18.71	0.33	Industrials
Check Point Software	22.08	0.30	Information Technology
DTE Energy Co	15.43	0.17	Utilities

Five Largest Detractors

Security Name	Total Return (%)	Contribution to Return (%)	Sector
Zebra Technologies Corp	(26.84)	(0.36)	Information Technology
Evercore Inc	(27.71)	(0.34)	Financials
Frontdoor Inc	(29.72)	(0.24)	Consumer Discretionary
Synchrony Financial	(18.25)	(0.20)	Financials
Ameriprise Financial Inc	(8.82)	(0.18)	Financials

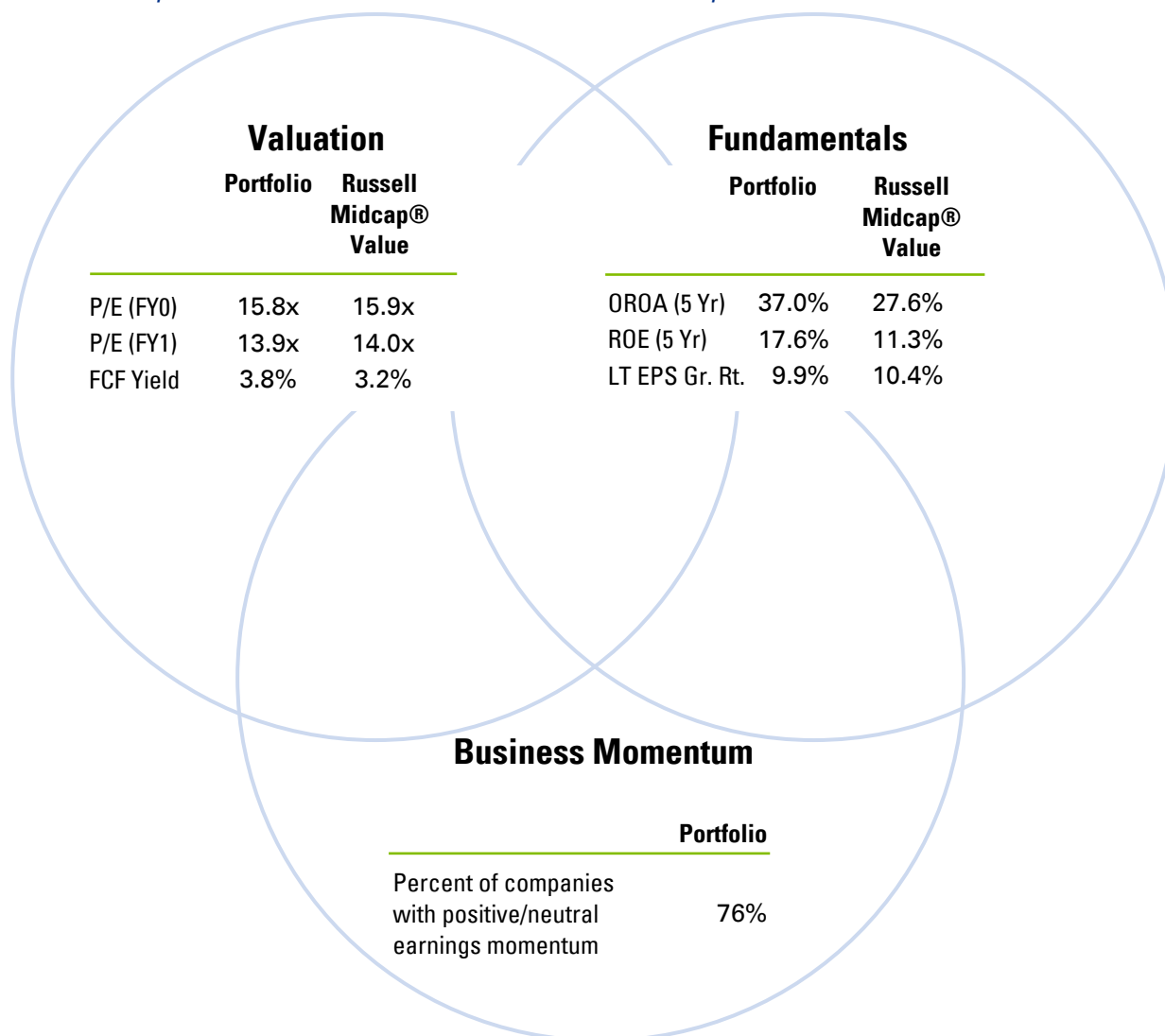
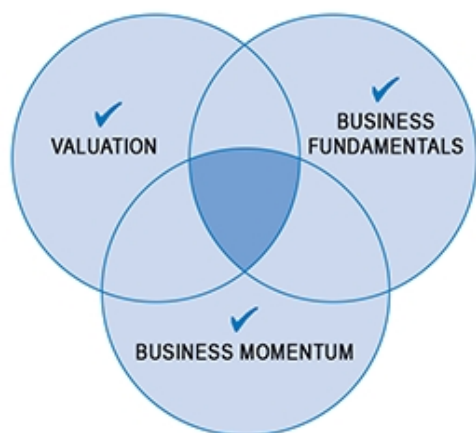
- After a positive start to 2025, U.S. equities reversed course in mid-February against a backdrop of growing economic and policy uncertainty. The new administration's evolving tariff announcements stoked global tensions while also raising the specter of retaliatory measures and higher inflation. Consumer confidence fell sharply, and the U.S. Federal Reserve held short-term interest rates unchanged in its January and March meetings. High-valuation growth stocks generally fared the worst across capitalization sizes.
- Boston Partners Mid-Cap Value strategy declined for the quarter but outperformed its benchmark, the Russell Mid-Cap Value Index. Stock picking in the Industrials and Health Care sectors aided performance versus the benchmark, while our holdings in Financials and our underweight exposure to Communication Services generally held back relative results.
- Standout individual contributors for the quarter included Howmet Aerospace and drug wholesaler Cencora. Howmet reported record revenue for Q4 2024 and continued to benefit from strong demand across its products. Cencora continued to beat expectations and raise guidance, as the distribution of GLP-1 weight-loss drugs accelerated sales. The company continued to generate strong free cash flow and trades at an attractive valuation.
- Detractors included investment bank Evercore and home warranty company Frontdoor. Evercore continued to report strong advisory revenues and managed expenses well, leading to several positive earnings surprises. Nevertheless, the stock sold off during the first quarter as sentiment for capital markets companies waned due to weaker equity markets, fear around a slowing economy, and a reduction in merger activity. Frontdoor continued to exceed revenue and earnings expectations with better pricing and customer retention. However, with mortgage rates stubbornly high and lower-than-expected housing turnover, investors were nervous about the sustainability of these trends, and the stock sold off this quarter.
- As we look ahead, we note there is more uncertainty in global markets than usual and that economic risks in the United States are mounting. The steep valuations that some equity investors had been willing to overlook are now of growing concern. Despite this backdrop, we believe there continue to be ample opportunities for stock picking. The benefit of adhering to a single investment approach for 30 years is that we're able to stay focused on what matters—finding high-quality companies at attractive valuations—a strategy that has proven its worth over many market cycles. We look forward to doing just that and to providing updates in the coming months.

Portfolio Characteristics - Mid Cap Value

A proof statement that the stock selection process results in a 'three-circle' portfolio

"Three Circles"

An attractive valuation, strong business fundamentals, and positive business momentum. In our experience, portfolios with all three characteristics tend to outperform over time.



Data are for Franklin Regional Retirement System as of March 31, 2025. Please refer to the appendix for applicable disclosures.

Portfolio Positioning - Mid Cap Value

Our assessment of where the opportunities exist

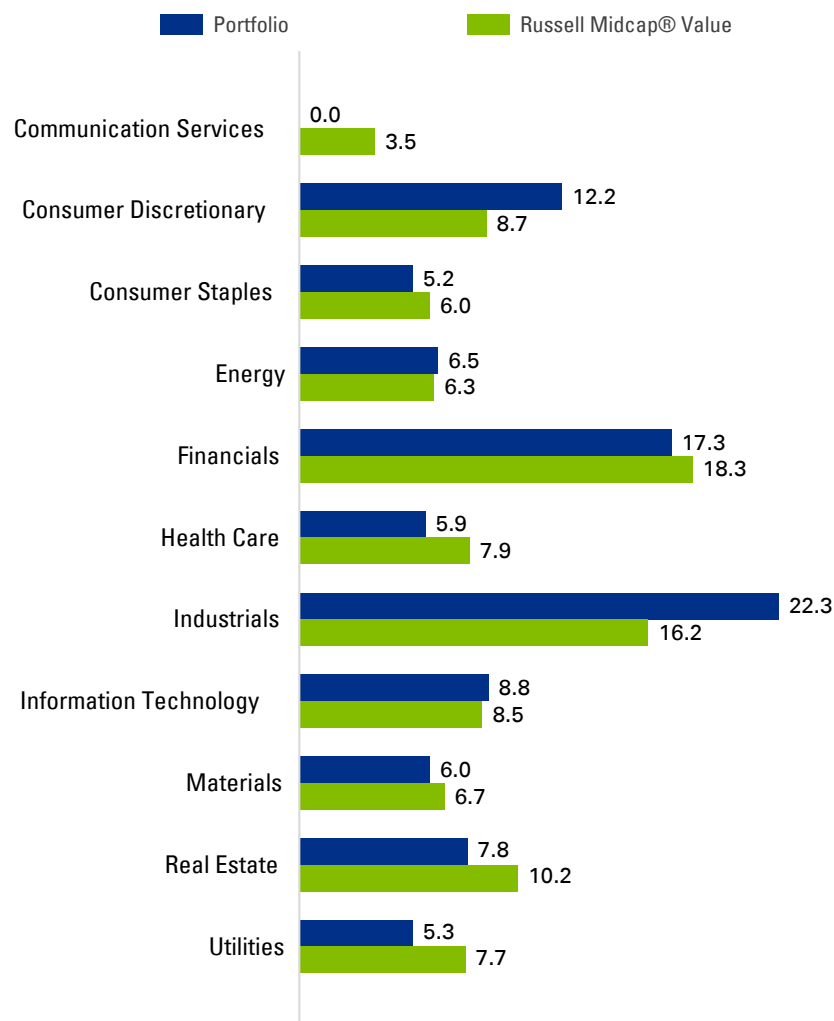
Largest Holdings (%)

AutoZone Inc	2.0
Cencora Inc	1.9
Howmet Aerospace Inc	1.9
Ameriprise Financial Inc	1.9
Check Point Software Technologies Ltd	1.8
LPL Financial Holdings Inc	1.7
Norfolk Southern Corp	1.6
Fifth Third Bancorp	1.4
Simon Property Group Inc	1.4
DTE Energy Co	1.3
Total	16.9

Portfolio Statistics

	Portfolio	Russell Midcap® Value
Number of Securities	132	712
Wtd. Avg. Mkt. Cap (\$M)	\$25,383	\$25,441
Dividend Yield	1.7%	2.0%
Turnover (Trailing 1 Year)	-	-

Sector Weightings (% of Portfolio)



Data are for Franklin Regional Retirement System as of March 31, 2025.
Please refer to the appendix for applicable disclosures.

Portfolio Holdings - Mid Cap Value

Position changes over time: January 1, 2025 through March 31, 2025

Key: ◆ = New Holding | ↑ = Increased Position | ↓ = Decreased Position | ⊗ = Liquidated | Unchanged

Consumer Discretionary	12.2
◆ LKQ Corp	0.5
◆ TopBuild Corp	0.4
◆ Valvoline Inc	0.3
↑ AutoZone Inc	2.0
↑ Tempur Sealy International Inc	1.1
↓ Frontdoor Inc	0.6
↓ Wyndham Hotels & Resorts Inc	0.6
Boyd Gaming Corp	0.7
Churchill Downs Inc	0.7
Darden Restaurants Inc	0.5
eBay Inc	1.1
Gentex Corp	0.5
H&R Block Inc	0.7
Harley-Davidson Inc	0.4
Lennar Corp	0.1
NVR Inc	0.8
Ralph Lauren Corp	0.7
Ross Stores Inc	0.7
⊗ Best Buy Co., Inc.	0.0
⊗ Garmin Ltd.	0.0
Consumer Staples	5.2
↑ Coca-cola Consolidated Inc	0.9
↑ Primo Brands Corp	0.8
↑ Sysco Corp	1.0
↑ US Foods Holding Corp	1.0
Coca-Cola European Partners Plc	0.7
Lamb Weston Holdings Inc	0.6
Maplebear Inc	0.3
Energy	6.5
◆ Oneok Inc	0.3
◆ Schlumberger NV	0.5
◆ TechnipFMC Plc	0.2

Energy (cont...)	
↑ Marathon Petroleum Corp	1.0
Chord Energy Corp	0.7
Diamondback Energy Inc	0.9
EQT Corp	1.0
Phillips 66	0.5
Range Resources Corp	1.0
Weatherford International Plc	0.4
⊗ Halliburton Company	0.0
Financials	17.3
◆ Equitable Holdings Inc	0.4
↑ First American Financial Corp	0.6
↓ Ameriprise Financial Inc	1.9
↓ Evercore Inc	0.9
↓ Synchrony Financial	0.9
Affiliated Managers Group Inc	0.7
Aon Plc Cl A	0.9
Carlyle Group Inc/the	1.0
Discover Financial Services Inc	0.5
East West Bancorp Inc	0.6
Fidelity Natl Information Svcs Inc	0.4
Fifth Third Bancorp	1.4
Huntington Bancshares Inc	1.1
LPL Financial Holdings Inc	1.7
Markel Group Inc	1.2
RenaissanceRe Holdings Ltd	0.7
Rocket Cos Inc	0.6
SLM Corp	0.8
Travelers Cos Inc	0.7
Voya Financial Inc	0.3
Health Care	5.9
◆ McKesson Corp	0.7
◆ Quest Diagnostics Inc	0.4

Health Care (cont...)	
◆ Tenet Healthcare Corp	0.4
↑ Cencora Inc	1.9
↑ Solventum Corp	0.9
↓ Molina Healthcare Inc	0.6
Humana Inc	0.7
ICON Public Limited Company	0.3
⊗ Avantor, inc.	0.0
Industrials	22.3
◆ Caci International Inc	0.4
◆ Matson Inc	0.3
↑ Expeditors Intl of Washington	1.3
↑ Ufp Industries Inc	0.5
↑ Watts Water Technologies Inc	0.6
↓ Beacon Roofing Supply Inc	0.4
↓ Dover Corp	0.5
↓ Jacobs Solutions Inc	0.2
↓ Parker-Hannifin Corp	0.9
↓ Robert Half International Inc	0.6
Allegion Plc	1.2
AMETEK Inc	0.9
Builders FirstSource Inc	0.3
Equifax Inc	0.8
Fortive Corp	0.7
Generac Holdings Inc	0.8
Howmet Aerospace Inc	1.9
ITT Inc	0.3
L3Harris Technologies Inc	0.9
Landstar Systems Inc	0.4
Leidos Holdings Inc	0.6
Masco Corp	1.0
Masterbrand Inc	0.3
Msc Industrial Direct Co Inc	0.5
Norfolk Southern Corp	1.6

Industrials (cont...)	
Rb Global Inc	1.1
Resideo Technologies Inc	0.4
Science Applications Intl Corp	0.5
Sensata Technologies Holding	0.2
SS&C Technologies Holdings Inc	1.0
Textron Inc	1.3
⊗ Alaska Air Group, inc.	0.0
⊗ Bwx Technologies, inc.	0.0
⊗ Curtiss-Wright Corporation	0.0
⊗ Ferguson Enterprises Inc.	0.0
Information Technology	8.8
↑ Check Point Software Technologies	1.8
↑ Gen Digital Inc	0.8
↓ Flex Ltd	0.6
↓ NetApp Inc	0.4
↓ Te Connectivity Plc	0.4
↓ Zebra Technologies Corp	0.9
Arrow Electronics Inc	0.5
Cognizant Technology Solutions Cor	0.4
Dell Technologies Inc	0.4
InterDigital Inc	0.6
Keysight Technologies Inc	1.1
Lam Research Corp	0.4
Microchip Technology Inc	0.6
Materials	6.0
↑ Mosaic Co	0.7
↑ Reliance Inc	1.0
↓ Ball Corp	0.7
↓ Packaging Corporation of America	0.9
CF Industries Holdings Inc	1.0
Commercial Metals Co	0.6
DuPont de Nemours Inc	0.6

Data are for Franklin Regional Retirement System.

Values are percent of portfolio. It should not be assumed that an investment in these securities was or will be profitable.

Portfolio Holdings - Mid Cap Value

Position changes over time: January 1, 2025 through March 31, 2025

Key: ◆ = New Holding | ⬆ = Increased Position | ⬇ = Decreased Position | ⊘ = Liquidated | Unchanged

Materials (cont...)	
Freeport-McMoRan Inc	0.6
⊘ Avery Dennison Corporation	0.0
⊘ Olin Corporation	0.0
Real Estate	7.8
◆ Bxp Inc	0.6
Eastgroup Properties Inc	0.7
Equity Lifestyle Properties Inc	0.7
Equity Residential	0.6
Essex Property Trust Inc	0.7
Extra Space Storage Inc	0.6
Lamar Advertising Co	0.9
Regency Centers Corp	1.0
Simon Property Group Inc	1.4
Vici Properties Inc	0.7
⊘ Invitation Homes, inc.	0.0
⊘ Millrose Properties Inc Class A	0.0
⊘ Rexford Industrial Realty, inc.	0.0
Utilities	5.3
⬇ CenterPoint Energy Inc	0.7
American Electric Power Co Inc	0.3
DTE Energy Co	1.3
Entergy Corp	0.9
FirstEnergy Corp	0.9
Nrg Energy Inc	0.4
Oge Energy Corp	0.8

Data are for Franklin Regional Retirement System.

Values are percent of portfolio. It should not be assumed that an investment in these securities was or will be profitable.

Disclosures - Mid Cap Value

First Quarter 2025

This document is not an offering of securities nor is it intended to provide investment advice. It is intended for information purpose only.

Past performance is not an indication of future results.

Index returns are provided for comparison purposes only to show how the strategy's returns compare to a broad - based index of securities, as the indices do not have costs, fees, or other expenses associated with their performance. In addition, securities held in any Index may not be similar to securities held in the composite's accounts.

Important Information about Portfolio Commentary

Performance returns discussed in the portfolio commentary are composite returns and are provided on a net of fees basis. Account returns will be reduced by any fees and expenses incurred in the management of the account. Actual fees may vary depending on, among other things, the applicable fee schedule and portfolio size. Account returns are market value weighted and calculated on a total return, time - weighted basis using trade date valuations. Returns reflect the reinvestment of dividends and other earnings and are net of commissions and transaction costs. Portfolio characteristics and performance attribution comments are for a representative account. Characteristics and attribution for your account will vary depending upon your investment guidelines. It should not be assumed that any investments in securities, sectors and /or markets identified were or will be profitable. Performance is expressed in U.S. Dollars.

A fully compliant GIPS® presentation is available upon request.

Important Information about Account Summary

Security holdings are subject to change. Values are percent of portfolio and are rounded to one decimal place. It should not be assumed that an investment in these securities was or will be profitable. Activity shown represents a summary of net changes made due to portfolio management decisions during the period. Activity due to cash flows may not be reflected in this report. A full detailed listing of holdings and transactions is available upon request.