

**Wedgewood Partners, Inc.  
Verification and Focused SMID Composite  
Performance Examination Report**

**June 30, 2022**





## Verification and Performance Examination Report

To the Principals of  
Wedgewood Partners, Inc.

We have verified whether Wedgewood Partners, Inc. (the “Firm”) has, for the periods from April 1, 2017 through June 30, 2022, established policies and procedures for complying with the Global Investment Performance Standards (GIPS®) related to composite and pooled fund maintenance and the calculation, presentation, and distribution of performance that are designed in compliance with the GIPS standards, as well as whether these policies and procedures have been implemented on a firm-wide basis. 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. We have also examined the Firm’s Focused SMID Composite for the periods from July 1, 2018 through June 30, 2022.

The Firm’s management is responsible for its claim of compliance with the GIPS standards, the design and implementation of its policies and procedures, and for the accompanying Focused SMID Composite’s GIPS composite report. Our responsibilities are to be independent from the Firm and to express an opinion based on our verification and performance examination. We conducted this verification and performance examination in accordance with the required verification and performance examination procedures of the GIPS standards, which includes testing performed on a sample basis. We also conducted such other procedures as we considered necessary in the circumstances.

In our opinion, for the periods from April 1, 2017 through June 30, 2022, the Firm’s policies and procedures for complying with the GIPS standards related to composite and pooled fund maintenance, as well as the calculation, presentation, and distribution of performance, have been, in all material respects:

- Designed in compliance with the GIPS standards, and
- Implemented on a firm-wide basis.



Also, in our opinion, the Firm has, in all material respects:

- Constructed the Focused SMID Composite and calculated the Focused SMID Composite's performance for the periods from July 1, 2018 through June 30, 2022 in compliance with the GIPS standards; and
- Prepared and presented the accompanying Focused SMID Composite's GIPS composite report for the periods from July 1, 2018 through June 30, 2022 in compliance with the GIPS standards.

This report does not relate to or provide assurance on any specific performance report of the Firm other than the Firm's accompanying Focused SMID Composite's GIPS composite report, or on the operating effectiveness of the Firm's controls or policies and procedures for complying with the GIPS standards.

*ACA Group*

ACA Group, Performance Services Division

October 17, 2022

# GIPS Composite Report – Focused SMID Composite

Year End	Total* (millions)	UMA* Assets (millions)	Firm Assets (millions)	Composite Assets		Annual Performance Results					3 Year Standard Deviation	
				U.S. Dollars (millions)	Number of Accounts	Composite			Russell 2500	Composite Dispersion	Composite Gross	Russell 2500
						Net (Actual)	Net (Bundled)	Pure Gross				
2Q22	1,248	609	639	\$0.947	<5	(14.05%)	(14.10%)	(13.88%)	(16.98%)			
1Q22	1,512	739	773	\$1.102	< 5	(13.34%)	(13.38%)	(13.16%)	( 5.82%)			
2021	1,702	850	852	\$0.818	< 5	32.74%	32.71%	33.78%	18.18%	N/A	18.26%	22.48%
2020	1,484	738	746	\$0.405	< 5	28.17%	28.11%	29.17%	19.99%	N/A		
2019	2,167	1,387	780	\$0.316	< 5	30.86%	30.83%	31.88%	27.77%	N/A		
2H18	3,029	1,433	1,596	\$0.242	< 5	(11.01%)	(11.05%)	(10.64%)	(14.66%)	N/A		

\*For GIPS purposes, UMA assets are not part of Firm Assets and are not considered "under management" since Wedgewood has either no or only partial trading discretion and on occasion may be shown as supplemental information.

\*\* Internal dispersion is not applicable because there are 5 or fewer portfolios in the composite for the time period. The 3-year standard deviation is not shown as there are fewer than 36 months of available returns.

***Focused SMID Composite*** contains fully discretionary small / mid-cap equity accounts. For comparison purposes, the composite is measured against the Russell 2500 Index. The minimum account size for this composite is \$75 thousand.

Wedgewood Partners, Inc. is an independent registered investment adviser. The firm maintains a complete list of composite descriptions and a list of broad distribution pooled funds, which are available upon request. Results are based on fully discretionary accounts under management, including those accounts no longer with the firm. Past performance is not indicative of future results. The U.S. Dollar is the currency used to express performance.

Returns are presented gross and net of fees and include the reinvestment of all income. "Net (Actual)" returns are calculated using actual management fees and are reduced by all fees and transaction costs incurred. "Net (Bundled)" returns are calculated by reducing the gross returns by the highest total wrap fee of 0.86%, applied quarterly. Pure Gross returns are shown as supplemental information because wrap accounts are calculated gross of all fees and transaction costs. Gross returns of non-wrap accounts are reduced by transactions costs.

Some accounts in the composite may pay an all-inclusive wrap/bundled fee based on a percentage of assets under management; net returns for these accounts are reduced by all actual fees and transaction costs incurred. Wrap/bundled fee schedules are provided by independent wrap/bundled sponsors and are available upon request from the respective wrap/bundled sponsor. Total wrap/bundled fees may range up to 0.86% per year. Actual investment advisory fees incurred by clients may vary. Other than brokerage commissions, this fee includes investment management, portfolio monitoring, consulting services, and in some cases, custodial services. Wrap/bundled accounts represent approximately 66% of the composite's assets as of December 31, 2021, 100% of the composite's assets as of December 31, 2020, 100% of the composite's assets as of December 31, 2019, and 100% of the composite's assets as of December 31, 2018. The annual composite dispersion presented is an asset-weighted gross standard deviation calculated for the accounts in the composite the entire year. Policies for valuing investments, calculating performance, and preparing GIPS Reports are available upon request.

The management fee schedule is as follows: 0.90% under \$5 million and 0.75% over \$5 million. Actual investment advisory fees incurred by clients may vary.

The SMID Composite was created September 8, 2020 and its inception date is June 30, 2018. Wedgewood Partners, Inc. claims compliance with the Global Investment Performance Standards (GIPS®) and has prepared and presented this report in compliance with the GIPS standards. Wedgewood Partners, Inc. has been independently verified for the periods October 1, 1992 through June 30, 2022. 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 SMID Composite has had a performance examination for the periods July 1, 2018 through June 30, 2022. The verification and performance examination reports are available upon request.

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