Performance Comparison[1]

Periods Ended 6/30/18 (%)	QTR	YTD	1 Yr	3 Yr	5 Yr	10 Yr	S. I.[1]
DCM Mid Cap Value (gross)	0.04	-2.65	7.46	10.47	11.90	12.51	12.51
DCM Mid Cap Value (net)	-0.17	-3.06	6.56	9.48	10.88	11.46	11.46
Russell Midcap Value	2.41	-0.16	7.60	8.80	11.27	10.06	10.06

Periods greater than 1 year are annualized
[1]DCM inception was June 30, 2008

Performance Summary

The DCM Mid Cap Value composite was up .04% (gross of fees) for the quarter ended June 30, 2018, compared with the Russell Midcap Value Index, up 2.41%.

Macro style factors were negative this quarter relative to the Russell Mid Cap Value Index. The move to stocks with higher trade activity and volatility was a negative impact to the Strategy. The underweight to the yield factor, primarily with significant underweight in Real Estate and Telecommunications, also had a negative impact to performance. Through several holdings such as Gildan (GIL), LKQ Corp (LKQ) and the Industrials, the Strategy has a larger exposure to international revenue than the benchmark. With the implementation of trade restrictions, the portfolio has been impacted negatively.

Sector Drivers

GICS Sectors	Average Weight			Stock Level Returns		Portfolio Impact	
	Port	Bench	Active	Port	Bench	Contribution	Attribution
Health Care	6.8%	6.4%	0.4%	4.8%	0.4%	31 bps	28 bps
Financials	16.5%	20.7%	-4.2%	-2.2%	-2.7%	-36 bps	26 bps
Utilities	9.3%	10.1%	-0.8%	4.9%	4.6%	45 bps	4 bps
Telecommunication Services	0.0%	0.5%	-0.5%	0.0%	13.3%	0 bps	-5 bps
Consumer Discretionary	12.4%	11.7%	0.7%	-0.1%	0.8%	3 bps	-9 bps
Industrials	16.1%	11.7%	4.3%	-3.0%	-4.0%	-46 bps	-10 bps
Consumer Staples	7.1%	3.9%	3.3%	-3.2%	-1.6%	-20 bps	-19 bps
Information Technology	7.9%	6.9%	1.1%	0.5%	3.8%	0 bps	-24 bps
Materials	6.4%	5.7%	0.7%	-3.5%	1.8%	-23 bps	-36 bps
Real Estate	7.8%	13.7%	-5.8%	5.1%	8.6%	41 bps	-59 bps
Energy	4.9%	8.9%	-3.9%	3.3%	17.2%	9 bps	-117 bps

(see disclosures)

The best performing sector relative to the benchmark was Health Care. The outperformance was driven by our holding in Jazz Pharmaceuticals PLC (JAZZ), up 14.1% for the period. The company received favorable news related to its largest product, Xyrem. Allocation was slightly positive as our slight sector overweight was concentrated in the Health Care Equipment & Services industry, which performed in line with the benchmark.

The second best performing sector relative to the benchmark was Financials. After being up significantly in the first quarter, the Financials sector lagged the overall benchmark meaningfully in the second quarter, which was a positive due to the strategy's underweight within Financials. Stock selection was also positive, primarily driven by a 9.3% increase by insurance broker Brown & Brown Inc (BRO) which saw better than expected organic revenue growth in the first quarter.

Energy was the worst performing sector relative to the benchmark. The underperformance was split between allocation and stock selection. The Strategy was significantly underweight the Energy sector, which turned in a stellar 17.2% return for the quarter. Stock selection was also weak as holdings in Energen (EGN), up 15.8%, Concho Resources (CXO), down -8.0%, and Centennial Resource Development (CDEV), down -5.1% while held, underperformed the sector. The companies owned had exposure to the Permian Basis. While the Permian is one of the lowest cost, fastest growing basins in the continental U.S., the area is a victim of its own success. Due to a limited amount of take-away pipeline capacity for its gas & oil, price differentials relative to spot prices widened dramatically to cover more expensive transportation options. The companies realized prices were 20-25% below the spot price, an issue specific to this region. We added to CDEV during the quarter but are cautious as the solution to transportation issues could be 12-18 months away.

Real Estate was the second worst performing sector relative to the benchmark. The underperformance was split between allocation and stock selection. As with Energy, the Strategy was significantly underweight Real Estate, which significantly outperformed the benchmark. Concerns over a potential trade war raised risks to the economy, thus dampening inflation concerns in the near term. The lowered interest rate expectations boosted bond-like sectors with high yields such as Real Estate, Utilities and Telecommunications. In addition to being underweight the sector, Healthcare Trust of America (HTA), Equity Lifestyle Property (ELS) and Essex Property Trust (ESS) significantly underperformed the Real Estate sector.

Top 10 Contributors/Detractors

	Top 10 Contributors	Average % Weight	Contribution
1	ENERGEN CORP	2.01	30 bps
2	KEYSIGHT TECHNOLOGIES INC	1.97	24 bps
3	JAZZ PHARMACEUTICALS PLC	1.72	22 bps
4	VORNADO REALTY TRUST	2.03	21 bps
5	COMFORT SYSTEMS USA INC	1.80	19 bps
6	AMEREN CORPORATION	2.12	17 bps
7	BROWN & BROWN INC	1.84	16 bps
8	QUEST DIAGNOSTICS INC	1.69	16 bps
9	APTIV PLC	1.84	14 bps
10	ATMOS ENERGY CORP	1.93	14 bps

	Top 10 Detractors	Average % Weight	Contribution
1	LKQ CORP	1.45	-26 bps
2	INGREDION INC	1.62	-24 bps
3	INVESCO LTD	0.59	-22 bps
4	REINSURANCE GROUP OF AMERICA	1.60	-21 bps
5	XYLEM INC	1.62	-21 bps
6	CURTISS-WRIGHT CORP	1.64	-20 bps
7	HUBBELL INC	1.48	-18 bps
8	BELDEN INC	1.31	-17 bps
9	CONCHO RESOURCES INC	1.78	-15 bps
10	INTL FLAVORS & FRAGRANCES	1.58	-14 bps

Selected Contributor(s) to Performance

Energen, up 15.8% in the quarter, was the Strategy's best contributing stock. The company is an energy exploration & production company operating in the Midland, Delaware and Central Basins of the Permian Basin. The stock benefitted as spot oil prices rose over 13% during the period. While the stock was the best returning stock on an absolute basis in the strategy, Energen failed to keep pace with the overall sector, up 17.2%. The stock continues to be a holding due to its high-quality assets and belief that the wider than normal price realizations will improve over the next 12 to 18 months.

Keysight Technologies (KEYS), up 12.7% in the quarter, was the second best contributing stock. Keysight is an electronic measurement company, focusing on wireless, modular, and software solutions. The company delivers solutions in wireless communications, aerospace and defense and semiconductor markets. Keysight derives just over 60% of its revenue internationally with the remaining portion from the Americas. The company continues to see strong core order growth for the third straight quarter leading to rising growth expectations going forward. Key drivers of growth continue to be orders for 5G technology and rising aerospace and defense spending. Due to the attractive valuation, the Strategy continues to hold the stock.

Selected Detractor(s) from Performance

LKQ Corporation (LKQ), down -15.9% in the quarter, was the worst contributing stock. LKQ is a leading aftermarket parts supplier offering reconditioned, remanufactured and refurbished parts to collision and repair shops. The company operates globally with approximately 50% of sales in North America with remaining sales mostly in Europe and Central America. Shares in LKQ fell significantly after the first quarter earnings. In North America, the company saw robust revenue growth but profit margins declined. In Europe, revenue was below expectations, partially due to software problems at a distribution center, as well as seeing a decline in profit margins. Since the earnings release, the stock has rebounded somewhat but has been limited due to concerns over global trade. The Strategy continues to hold the stock on the thesis that the margins issues are transitory in nature.

Ingredion (INGR) was our second worst contributing stock, down -13.7%. The company refines corn to produce sweeteners and starches used in food, soft drinks, brewing, pharmaceuticals and many additional industries. Starches account for 45% of revenue, sweeteners 40% and co-products approximately 15%. North America accounts for 60% of revenue with South America 20% and Asia and EMEA the remaining. Ingredion's first quarter earnings were negatively impacted by commodity volatility along with pricing and cost pressures, forcing the company to reduce earnings guidance by 3%. Post the end of the second quarter, the company pre-released another lowering of guidance by approximately 4-5%. Culprits appear to be continued pressure from freight costs, production costs and commodity pricing pressure. Ingredion has implemented several cost-cutting initiatives, including the closing of a high corn fructose syrup plant in California, which should help balance the market and improve pricing. The Strategy continues to hold Ingredion but has not added back to its position on the weakness.

Current Opportunities

The portfolio's largest overweight sectors relative to the benchmark are in the Industrials and Consumer Staples sectors. The largest underweight sectors relative to the benchmark are in the Energy and Real Estate sectors. Throughout the quarter, the most weight was added to Consumer Staples while reducing the most weight from the Information Technology sector. As always, these relative weights are a residual of our bottom up opportunities and not based on a top down macro call on the market or economy.

With current valuations relative to normal earnings hovering near highs and instability related to changes in monetary policy and trade rhetoric, we are currently cautious on risk taking. To this end, we continue to hold a sizeable position in cash along with being cautious in areas that are highly cyclical, choosing to focus on stocks with strong balance sheets and what we view as a narrower range of outcomes should the economy weaken.

Disclosures

Dean Capital Management, LLC (DCM) is an independent investment management firm owned by LLC members and entities affiliated with C.H. Dean, LLC. The firm manages a variety of equity and fixed income assets for institutional and individual investors. DCM claims compliance with the Global Investment Performance Standards (GIPS). Past performance is no guarantee of future results.

The information provided in this report should not be considered a recommendation to purchase or sell any particular security. There is no assurance that any securities discussed herein will remain in an account at the time you receive this report or that securities sold have not been repurchased.

The Mid Cap Value style uses value oriented equities, the majority of which have a market capitalization between $2 billion and $20 billion at purchase. These are fully invested equity styles which range from 90%-100% equity.

Future performance based on prior results should not be assumed. The Russell Midcap Index is a subset of the Russell 1000 Index and includes approximately 800 of the smallest securities based on a combination of their market cap and current index membership. The Russell Midcap represents approximately 31% of the total market capitalization of the Russell 1000 companies.

The Russell Midcap Value Index measures the performance of those Russell Midcap Index companies with lower price-to-book ratios and lower forecasted growth values. Members of the Russell Midcap Value Index are also members of the Russell 1000 Value Index. These stock indexes assume reinvestment of dividends and capital gains, and assume no management, custody, transaction or other expenses. Russell statistics used in this presentation were obtained from Russell Investments (www.russell.com).

Performance represents all fully discretionary commission accounts for the respective strategy. A complete list and description of DCM's composites and additional information regarding the calculation and reporting of returns is available upon request. To obtain a GIPS compliant presentation and/or the firm's list of composite descriptions please contact us at 1.913.944.4452.

The securities discussed do not represent an account's entire portfolio and in the aggregate may represent only a small percentage of an account's portfolio holdings. It should not be assumed that any of the securities' transactions or holdings discussed were or will prove to be profitable, or that the investment recommendations or decisions we make in the future will be profitable or will equal the investment performance of the securities discussed herein. The contributors/detractors listed do not represent all securities purchased or sold for our clients. To obtain a list showing the contribution of each holding that contributed to overall performance during the period and the calculation methodology, please call 1.913.944.4452. The detailed sector attribution table is specific to the policy portfolio for the strategy. Individual account results may vary.

Gross performance figures do not reflect payment of investment advisory fees, but do reflect deduction of brokerage commissions and trading expenses. Net of fee performance reflects the deduction of advisory fees, brokerage commissions, trading and other expenses. Net results reflect the deduction of a model fee equivalent to the highest applicable advisory fee. The net compounded effect of the deduction of fees over time will be affected by the amount of the fee, the time period, and investment performance. Management fee schedules are available on Form ADV Part 2A.

Performance presents results with all dividend and interest income reinvested and are stated in U.S. Dollar terms. Leverage is not used in any portfolio in these composites. Certain accounts owned or controlled by DCM or C.H. Dean, LLC employees are non-fee paying assets and represent the following percentage of the composites: 2008: 100.0% 2009: 100.0% 2010: 39.9% 2011: 11.1% 2012: 7.4% 2013: 6.8% 2014: 4.0% 2015: 4.1% 2016: 3.6% 2017: 3.1% 2018: 2.6%.

FOR MORE INFORMATION

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ABOUT DEAN CAPITAL MANAGEMENT, LLC

Dean Capital Management, LLC ("DCM") is an employee-owned registered investment advisor founded in March 2008. Located in Overland Park, Kansas, DCM is a long-only, fundamental U.S. Value equity manager. DCM manages portfolios across the capitalization spectrum for institutional clients, financial intermediaries and advisors.

DCM is majority-owned by the founding principals, who also comprise the investment team. Additionally, all investment professionals maintain significant personal investments in DCM managed products, further aligning the investment team with our clients.