

SEG Partners Long/Short Equity Fund (SEGAX/SEGHX)



FACT SHEET | MAY 2025

Select Equity Group, LP (“SEG” or the “Firm”) was founded in 1990 on the premise that **RIGOROUS RESEARCH** and disciplined investing will generate superior returns for our clients.

The Firm is **EMPLOYEE OWNED** and manages over \$30 billion across long/short, long-only, private equity and venture capital strategies.

Our Research Team of over 70 professionals identifies what we believe to be the **HIGHEST-QUALITY BUSINESSES** that exhibit sustainable competitive advantages. We have no interest in owning the vast majority of public companies at any price.

We consider our research process to be **FIERCELY INDEPENDENT**. SEG makes almost no use of Wall Street research in its analysis on the long side and does not actively share ideas with other managers.

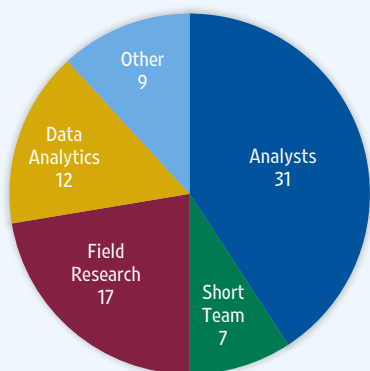
FIELD RESEARCH is a critical component of what we do. SEG employs a team of former financial journalists and sourcing specialists that conducts deep-dive studies on companies, value chains and management teams.

We are **LONG-TERM INVESTORS**. We seek to understand competitive dynamics that will play out over three to five years, rather than predict quarterly earnings. SEG has identified roughly 500 businesses and multiple value chains—narrow slivers/subsets of the economy—that meet our criteria out of tens of thousands of publicly traded companies worldwide.

ABOUT SEG PARTNERS LONG/SHORT EQUITY FUND (SEGAX/SEGHX)

The Fund is a US- and mid cap-biased equity long/short strategy in a closed-end, evergreen, tender offer structure. It is based off a similar SEG institutional strategy with a 25+ year track record and \$6.3 billion in assets.

SEG RESEARCH TEAM COMPOSITION



PROCESS

We employ a disciplined fundamental research process to identify high-quality businesses on the long side and companies with deteriorating fundamentals on the short side.

PORTFOLIO MANAGEMENT

George Loening, the Firm’s founder, has been Portfolio Manager since inception. Joseph Tennant and Michael O’Reilly serve as Associate Portfolio Managers.

STRATEGY GOAL

The Fund’s investment objective is to achieve maximum total return while mitigating downside risk during periods of uncertainty.

PORTFOLIO CONSTRUCTION

Typical long book is 100%–160%. The Fund is a high-conviction strategy with the top 15 positions often comprising two-thirds of the Fund’s long book. Typical short book is 50%–75% and generally comprises single-stock shorts.

ALIGNMENT OF INTERESTS

SEG employees and related accounts are collectively one of the largest investors in the Firm’s similar institutional strategy.

TYPICAL PORTFOLIO CONSTRUCTION

Weightings	Gross: 160%-220%	Net: 55%-85%
Position Count	Long: 50-80	Short: 80-110
Position Size	Long: 0.25%-7.5%	Short: 0.25%-4.0%
Median Market Capitalization	Long: \$15.3 billion	Short: \$32.5 billion
Concentration	Top 10 Longs: ~50%	Top 10 Shorts: ~20%
Average Holding Period of Core Positions	Long: >2 years	Short: <2 years
International Positions	<20%	
Benchmarks	S&P 500 and Russell Midcap	

Please refer to the Fund Prospectus for investment guidelines.

FUND PERFORMANCE

Inception date: April 1, 2025 (please refer to the Fund Prospectus for the institutional track record).

SEG's investment philosophy is grounded in three elemental tenets.

GREAT BUSINESSES

We are focused on owning only what we believe are the world's best businesses.

RIGOROUS RESEARCH

We are committed to understanding our businesses better than our peers through independent, granular and continuous research. Investment ideas are generated internally and vetted thoroughly with the assistance of our dedicated Qualitative Field Research and Data Analytics Teams.

DISCIPLINED INVESTING

We wait patiently for the market to present opportunities to deploy capital at what we believe are attractive discounts to our estimate of intrinsic values.

LONG PORTFOLIO

We seek companies exhibiting the 6Ps:

The industry **PIE** is growing

Company's **PIECE OF THE PIE** (market share) is growing

Company has **PRICING POWER**

Business enjoys long-term **PREDICTABILITY**

Business has a high level of **PROFITABILITY**

Company is managed by **PEOPLE** who have created a culture of excellence

SHORT PORTFOLIO

We seek companies with one or more attributes:

Lack of pricing power

Shrinking end markets

Deteriorating competitive dynamics

Overly optimistic growth prospects

Weak management teams

Records of poor capital allocation

Aggressive accounting practices

High execution risks

Peak of unsustainable margins

Value chain disruption

Low-quality earnings

We are not interested in owning roughly two-thirds of public companies regardless of price. Businesses we generally avoid include those that are commodity-linked, highly regulated, capital-intensive with undifferentiated products and those with unpredictable lifecycles.

SEG PARTNERS LONG/SHORT EQUITY FUND (SEGAX/SEGHX) TERMS

STRUCTURE: Closed-end, evergreen, tender fund that is registered under the Investment Company Act of 1940 and Securities Act of 1933.

Share Class:	Class A	Class I	Inception Date:	April 1, 2025	Investor Qualification:	Qualified Client
Ticker:	SEGAX	SEGHX	AUM (as of 4/1/2025):	\$150,000,000		(net worth of \$2.2 million)
			Minimum Investment:	\$50,000	Redemption Payout:	Fully paid within
Management Fee:	1.0%	1.0%	Add-On Minimum:	\$10,000		30 business days
Incentive Fee¹:	20%	20%	NAV:	Daily	Early Repurchase Fee:	2% payable to the Fund
Gross Expense Ratio:	2.41%	1.66%	Subscription Frequency:	Monthly		within the first year
Distribution Shareholder			Liquidity³:	Quarterly	Adviser:	Select Equity Group, LP
Servicing Fee:	0.75%	N/A	Notice Period:	60 Days	Administrator:	US Bank
Maximum Sales Load:	2.0%	N/A	Redemption Amount:	25%	Prime Broker:	Goldman Sachs & Co.
Management Fee Waiver²:	0.25% until July 1, 2026		Fiscal Year End:	October 31	Auditor:	PricewaterhouseCoopers LLP
			Tax Reporting:	1099	Fund/Legal Counsel:	Faegre Drinker Biddle & Reath LLP
			ERISA-eligible Accounts:	Yes	Fund Compliance Officer:	ACA Foreside

¹ The Fund pays to the Adviser Incentive Fee of 20% of profits for each class of Shares. The Fund also pays the Adviser the Incentive Fee in the event that a Performance Period ends in connection with the repurchase of Shares by the Fund or a dividend or other distribution payable by the Fund.

² The Adviser has contractually agreed that it shall waive 0.25% of the investment advisory fees payable to it through July 1, 2026.

³ Shares are not expected to be listed on an exchange and are an illiquid investment.

Shares of the Fund may be purchased by US investors who certify to the Fund or its agent that they are a "qualified client" within the meaning of Rule 205-3 under the Advisers Act.

IMPORTANT DISCLOSURES

You are urged to compare the information contained in this report to the account statements of your Administrator, which are the official books and records.

The information contained in this report is provided for informational purposes only and is not intended as an offer or solicitation of an offer for the purchase or sale of any security and should not be relied upon in evaluating the merits of investing in any securities.

Select Equity Group, L.P. ("SEG" or "Manager") is a US-based investment management firm registered as an investment adviser with the Securities and Exchange Commission.

Any discussions regarding potential future events and their impact on any Fund are based solely on historic information and SEG's estimates and/or opinions, are provided for illustrative purposes only, and are subject to further limitations as specified elsewhere in this material. No assurance can be provided about the occurrence of such events or the actual impact such events would have on any Fund's future performance.

At various points in this report, the returns of the Funds may be compared to the S&P 500 Index or the Russell Midcap Index. The S&P 500, which is a market capitalization-weighted index, contains the 500 most widely held companies chosen with respect to market size, liquidity and industry. The volatility of this index may be materially different from that of the Funds. Neither S&P nor its third party information providers shall be liable with respect to the data and information contained in this report or the context from which it is drawn. "S&P," "S&P 500" and "S&P 400" are registered trademarks of Standard & Poor's. The Russell Midcap Index is intended to measure the performance of the mid cap segment of the US equity universe. The Russell Midcap Index is a subset of the Russell 1000 Index. It includes approximately 800 of the smallest securities based on a combination of their market cap and current index membership. The Russell Midcap Index represents approximately 27% of the total market capitalization of the Russell 1000 companies. The volatility of these indices may be materially different from that of our small-mid cap portfolios. Russell Investment Group is the source and owner of the trademarks, service marks and copyrights related to the Russell Indexes. Russell® is a trademark of Russell Investment Group. No further distribution or dissemination of the S&P data is permitted without S&P's express written consent. Indexes are unmanaged and it is not possible to invest directly in an index.

The Fund will engage in short selling. Selling securities short runs the risk of losing an amount greater than the amount invested. Short selling is subject to theoretically unlimited risk of loss because there is no limit on how much the price of the stock may appreciate before the short position is closed. A short sale may result in a sudden and substantial loss. If, for example, an acquisition proposal is made for the subject company at a substantial premium over market price.

Investing in Shares may be considered speculative and involves a high degree of risk. Please review "Types of Investments and Related Risk Factors" starting on page 15 of the Prospectus, including "Leverage" on page 26 of the Prospectus.

- Shares are not listed on any securities exchange and it is not anticipated that a secondary market for Shares will develop.
- You should generally not expect to be able to sell your Shares (other than through the limited repurchase program), regardless of how we perform. Although we are required to and have implemented a Share repurchase program, only a limited number of Shares will be eligible for repurchase by the Fund. Because you will be unable to sell your Shares or have them repurchased immediately, you will find it difficult to reduce your exposure on a timely basis during market downturns.
- The Adviser anticipates recommending that, under normal market circumstances, the Fund conduct repurchase offers of no more than 25% of the Fund's net assets each quarter.
- Shares are appropriate only for those investors who can tolerate a high degree of risk and do not require a liquid investment and for whom an investment in the Fund does not constitute a complete investment program.
- An investor who purchases Class A Shares may pay a sales charge of up to 2.00% on the amounts it invests. If you pay the maximum aggregate 2.00% as a sales charge, you must experience a total return on your net investment of 2.04% in order to recover these expenses.
- The Fund has no operating history and the shares have no history of public trading.

An investor should consider the investment objectives, risks and charges and expenses of the fund carefully before investing. Copy of the prospectus which contains this and other information about the Fund may be obtained by calling 212.475.8335 or via email by sending a request to privatewealth@selectequity.com. The final prospectus should be read carefully before investing, and when available may be obtained from the same source. This communication is not an offer to sell fund shares and is not soliciting an offer to buy fund shares in any state where the offer or sale is not permitted.

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A COPY OF PART 2 OF SEG'S FORM ADV IS AVAILABLE UPON REQUEST

The SEG Partners Long/Short Equity Fund is distributed by Quasar Distributors, LLC.

Fund Prospectus is available upon request.

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