10th Annual Value Investor Conference
May 2-3, 2013
Held at The University of Nebraska - Omaha
College of Business, Mammel Hall

Scott Phillips
Author, Portfolio Manager and Head of Research
Lauren Templeton Capital Management
“The Templeton Touch”

Join Us for the 11th Annual Value Investor Conference
May 1-2, 2014 — The University of Nebraska - Omaha
College of Business, Mammel Hall.
Register now and save. valueinvestorconference.com
What is the Templeton Touch?

- Self-Reliance
- Reasonable Risk-Taking
- A Sense of Stewardship
- A Drive toward Diversity
- A Bargain Hunting Mentality
- A Broad Social and Political Awareness
- Flexibility
- Devote Large Quantities of Time to Study
- Retreat
- Develop an Extensive Friendship Network
- Patience
- Thought Control
- Positive Thinking
- Simplicity
- Great Intuitive Powers
Past performance is not indicative of future results. This is not a recommendation to buy or sell any particular security or invest in a particular sector or industry. Please refer to the disclosure page at the end of this document.
Sir John Templeton

- Pioneered global investing in the 1940s, at least 30-40 years ahead of others
- Managed the Templeton Growth where $10,000 invested at inception would have grown to $4.4 million when he sold the funds to Franklin Resources
- Invested in Japan in the 1950s, sold all Japanese holdings prior to crash in 1989
- Had moved over 60% of his funds into US equities in early 1980s, on the eve of the greatest bull market of modern times
- Shorted several hundred million dollars worth of tech stocks in late 1999-early 2000
- Predicted the financial crisis of 2008-2009 in a 2005 memo titled ‘Financial Chaos’
Highlight Three Characteristics:

Bargain Hunting Mentality

Patience

Broad Social and Political Awareness
Bargain Hunting:

“Looking for a good investment is nothing more than looking for a good bargain.”

“If you buy what other people are buying, you’re going to have the same performance as other people. You haven’t got a chance of having a better performance unless you buy different things than other people buy.”

“If you’re going to buy the best bargains, you have to buy the things that other people are selling.”

“The time of maximum pessimism is the best time to buy and the time maximum optimism is the best time to sell.”

Sir John Templeton
Patience:

“We try to have a longer-range viewpoint—and the patience that goes along with it. So we try to buy those things that others have not yet thought about. Then we wait until the short-term prospects become good and other people start coming in and buying the stock and pushing the price up.”

Sir John Templeton
Broad Social and Political Awareness:

“Avoid investing in those countries with a high level of socialism or government regulation of business. Business growth depends on a strong free-enterprise system.”

“Socialism includes government ownership or extensive regulation of business. One of its worst characteristics is that it empowers one small group of human beings to regulate the interests of the majority.”

Sir John Templeton
**Keynesian Policies & Large Budget Deficits Have Not Led to Higher Economic Growth or Unemployment**

<table>
<thead>
<tr>
<th></th>
<th></th>
<th></th>
<th></th>
<th></th>
<th></th>
<th></th>
<th></th>
<th></th>
<th></th>
<th></th>
</tr>
</thead>
<tbody>
<tr>
<td>Real GDP</td>
<td>2.38%</td>
<td>2.76%</td>
<td>2.52%</td>
<td>-0.30%</td>
<td>-3.78%</td>
<td>2.62%</td>
<td>1.36%</td>
<td>1.32%</td>
<td>1.17%</td>
<td>1.99%</td>
</tr>
<tr>
<td>Budget Deficit % GDP</td>
<td>-2.38%</td>
<td>-0.96%</td>
<td>-0.78%</td>
<td>-2.68%</td>
<td>-7.82%</td>
<td>-7.10%</td>
<td>-6.09%</td>
<td>-5.44%</td>
<td>-4.69%</td>
<td>-4.07%</td>
</tr>
<tr>
<td>Unemployment Rate</td>
<td>6.28%</td>
<td>5.86%</td>
<td>5.57%</td>
<td>6.07%</td>
<td>8.40%</td>
<td>8.63%</td>
<td>8.25%</td>
<td>8.23%</td>
<td>8.22%</td>
<td>7.96%</td>
</tr>
</tbody>
</table>
Runaway Monetary Policy by the Federal Reserve & Major Central Banks Has Shown Little Effect Stimulating Real GDP & Unemployment
WHY NOT? Consumer Deleveraging Has Had An Effect

United States Household Debt % of GDP

<table>
<thead>
<tr>
<th>Year</th>
<th>HHLDHCDG Index</th>
<th>Percentage Ratio</th>
</tr>
</thead>
<tbody>
<tr>
<td>2012</td>
<td>81.383</td>
<td>As Of 09/30/12</td>
</tr>
</tbody>
</table>

- Mid Price: 81.383
- High on 06/30/09: 97.505
- Average: 82.370
- Low on 09/30/97: 64.411

HLDHCD Index
WHY NOT? Policy Uncertainty Has Had an Effect

Economic Policy Uncertainty Index 1985-2012
WHAT IS THE EFFECT? Consumers Have Spent Less, Leading to Lower Velocity of Money
WHAT IS THE EFFECT? Banks Have Hoarded QE Created Money as Reserves Held for Deposit with Fed
WHAT IS THE EFFECT? Leading to Declining Credit Extension / Money Creation into Economy
Conclusions to be Drawn: The Major Central Banks are Locked into a Regime Of Competitive Devaluation in order to Stimulate Economic Growth through Exports
Conclusions to be Drawn:

Policy makers recognize that a negative real interest rate environment will eventually stimulate “investment” (...more likely mal-investment or speculation in our view)

Financial repression has worked in the past, i.e., government debt deleveraging cycle post WWII where productivity and consumption soared and equity returns averaged 10% from 1945-1980

Key Difference between this regime and historic attempt is the source of consumption, i.e., then it was the US consumer, today it is the emerging market consumer where Chinese middle class set to expand 346% in next ten years and India 300% in next ten years

The last policy making tool at the government’s disposal to access this economic growth is through the Exchange Rate Mechanism and competitive devaluation of the currency

*From WSJ in Dec 23, 2012: “Japan's Abe Calls on Central Bank to Resist Easing Moves by U.S. and Europe”*

*From Forbes Jan 16, 2013 “Has EU's Juncker Given The EUR The 'Kiss of Death'?”*
Past performance is not indicative of future results. This is not a recommendation to buy or sell any particular security or invest in a particular sector or industry. Please refer to the disclosure page at the end of this document.
Past performance is not indicative of future results. This is not a recommendation to buy or sell any particular security or invest in a particular sector or industry. Please refer to the disclosure page at the end of this document.

Source: USDA
Global Production of Crustaceans

Source: FAOSTAT
The Templeton Touch

Past performance is not indicative of future results. This is not a recommendation to buy or sell any particular security or invest in a particular sector or industry.

Please refer to the disclosure page at the end of this document.

Source: OECD
Discretionary Income from the EM Consumer is Forecast to Add $1.1 Trillion in Spending over the Next 10 Years

China’s Urban Population Alone is Expected to Increase by More than the Entire US Population over the Next 10-12 Years

Sources: McKinsey Global Institute

Past performance is not indicative of future results. This is not a recommendation to buy or sell any particular security or invest in a particular sector or industry. Please refer to the disclosure page at the end of this document.
Bargain Hunting: Where is the Opportunity?

<table>
<thead>
<tr>
<th></th>
<th></th>
<th></th>
<th></th>
<th></th>
<th></th>
<th></th>
<th></th>
<th></th>
<th></th>
<th></th>
<th></th>
<th></th>
<th></th>
</tr>
</thead>
<tbody>
<tr>
<td>PCS US Equity</td>
<td>METROPOLIS COMMUNITI</td>
<td>United States</td>
<td>Cellular Telecom</td>
<td>19.16</td>
<td>17.28</td>
<td>0.00</td>
<td>1.28</td>
<td>3.62</td>
<td>NA</td>
<td>NA</td>
<td>NA</td>
<td>7.26</td>
<td>6.22</td>
</tr>
<tr>
<td>CSH US Equity</td>
<td>CASH AMER INTL</td>
<td>United States</td>
<td>Retail-Pawn Shops</td>
<td>8.99</td>
<td>7.91</td>
<td>0.32</td>
<td>1.31</td>
<td>2.30</td>
<td>4.69</td>
<td>5.77</td>
<td>-19%</td>
<td>8.57</td>
<td>10.08</td>
</tr>
<tr>
<td>KEG US Equity</td>
<td>KEY ENERGY SERV</td>
<td>United States</td>
<td>Oil-Field Services</td>
<td>19.89</td>
<td>9.38</td>
<td>0.00</td>
<td>0.71</td>
<td>2.87</td>
<td>4.71</td>
<td>5.06</td>
<td>-7%</td>
<td>1.98</td>
<td>NA</td>
</tr>
<tr>
<td>DV US Equity</td>
<td>DEVR INC</td>
<td>United States</td>
<td>Schools</td>
<td>10.43</td>
<td>11.08</td>
<td>1.14</td>
<td>1.27</td>
<td>5.86</td>
<td>4.70</td>
<td>4.10</td>
<td>15%</td>
<td>11.68</td>
<td>19.51</td>
</tr>
<tr>
<td>ROSE US Equity</td>
<td>ROSETTA RESOURCE</td>
<td>United States</td>
<td>Oil Comp-Explor &amp; Prodtn</td>
<td>10.83</td>
<td>9.49</td>
<td>0.00</td>
<td>2.81</td>
<td>6.09</td>
<td>4.63</td>
<td>7.16</td>
<td>-35%</td>
<td>16.64</td>
<td>NA</td>
</tr>
<tr>
<td>GME US Equity</td>
<td>GAMESTOP CORP-A</td>
<td>United States</td>
<td>Retail-Consumer Electronics</td>
<td>11.30</td>
<td>9.51</td>
<td>2.28</td>
<td>1.81</td>
<td>6.58</td>
<td>4.64</td>
<td>NA</td>
<td>NA</td>
<td>NA</td>
<td>NA</td>
</tr>
<tr>
<td>R US Equity</td>
<td>RYDER SYSTEM INC</td>
<td>United States</td>
<td>Transport-Services</td>
<td>11.99</td>
<td>10.57</td>
<td>2.12</td>
<td>2.00</td>
<td>2.40</td>
<td>4.66</td>
<td>4.65</td>
<td>0%</td>
<td>5.93</td>
<td>5.49</td>
</tr>
<tr>
<td>CRUS US Equity</td>
<td>CIRRUS LOGIC INC</td>
<td>United States</td>
<td>Semicon Comp-Intg Circuits</td>
<td>6.42</td>
<td>7.74</td>
<td>0.00</td>
<td>2.28</td>
<td>20.37</td>
<td>4.64</td>
<td>14.72</td>
<td>-68%</td>
<td>26.94</td>
<td>NA</td>
</tr>
<tr>
<td>TRW US Equity</td>
<td>TRW AUTOMOTIVE</td>
<td>United States</td>
<td>Auto/Trk Prts&amp;Eqp-Orig</td>
<td>9.57</td>
<td>7.99</td>
<td>0.00</td>
<td>2.01</td>
<td>7.64</td>
<td>4.76</td>
<td>3.58</td>
<td>21%</td>
<td>NA</td>
<td>NA</td>
</tr>
<tr>
<td>PSX US Equity</td>
<td>PHILLIPS 66</td>
<td>United States</td>
<td>Oil Comp-Integrated</td>
<td>7.79</td>
<td>8.53</td>
<td>N.A.</td>
<td>1.80</td>
<td>N.A.</td>
<td>4.67</td>
<td>N.A.</td>
<td>NA</td>
<td>NA</td>
<td>NA</td>
</tr>
<tr>
<td>LEA US Equity</td>
<td>LEAR CORP</td>
<td>United States</td>
<td>Auto/Trk Prts&amp;Eqp-Orig</td>
<td>10.98</td>
<td>8.81</td>
<td>1.03</td>
<td>1.58</td>
<td>7.10</td>
<td>4.61</td>
<td>4.30</td>
<td>7%</td>
<td>NA</td>
<td>NA</td>
</tr>
<tr>
<td>BCO US Equity</td>
<td>BRINK'S CO/THE</td>
<td>United States</td>
<td>Security Services</td>
<td>14.95</td>
<td>12.88</td>
<td>1.50</td>
<td>2.71</td>
<td>4.86</td>
<td>4.20</td>
<td>5.39</td>
<td>-22%</td>
<td>9.22</td>
<td>15.70</td>
</tr>
</tbody>
</table>

Past performance is not indicative of future results. This is not a recommendation to buy or sell any particular security or invest in a particular sector or industry. Please refer to the disclosure page at the end of this document.
Brink’s Exposure to key emerging markets provides an interesting potential earnings catalyst in light of global currency competitive devaluation

- Velocity is higher in emerging markets
- In order to maintain constant exchange ratios, the emerging market countries must accept broader developed market monetary policies
- If so, velocity may continue to increase, i.e., inflation and more transaction volume, if not, currency may appreciate leading to possibly stronger FX translations
Past performance is not indicative of future results. This is not a recommendation to buy or sell any particular security or invest in a particular sector or industry. Please refer to the disclosure page at the end of this document.
CP Foods represents a diversified portfolio of protein exposure to key emerging and frontier markets

TROUBLE IS OPPORTUNITY

- Recent outbreak of EMS disease has depressed near-term results in shrimp aquaculture business
- Recent outbreak of bird flu in China depresses near-term local demand for poultry

populations covered >3,000 million people
THANK YOU

Sign Up for Our Free Newsletter at
www.laurentempletoninvestments.com
Lauren C. Templeton is the founder and president of Lauren Templeton Capital Management, LLC; a value investing boutique located in Chattanooga, Tennessee. The company is the general partner to the Global Maximum Pessimism Fund.

Ms. Templeton received a B.A. in Economics from the University of the South. She is the president and founder of the Southeastern Hedge Fund Association, Inc. (www.sehfa.com) based in Atlanta, Georgia. In addition to these responsibilities Ms. Templeton also currently serves the following organizations: the Board of Trustees at the Baylor School, the Pre-business Advisory Council at the University of the South, Sewanee (Board Member) and, the Finance Advisory Board of the University of Tennessee Chattanooga.

Ms. Templeton is also an active member of Rotary International. She serves on the investment committee of Chattanooga Rotary Club 103 and the investment committee of Rotary International.

Lauren is the great niece of Sir John M. Templeton and is a current member of the John M. Templeton Foundation. The John Templeton Foundation was established in 1987 by renowned international investor, Sir John Templeton.

Lauren Templeton began investing as a child under the heavy influence of her father as well as her late great-uncle, Sir John Templeton. Lauren began her professional career working with managed portfolios and investments in 1998, beginning as a junior associate at the financial advisor Homrich and Berg and later the hedge fund management company New Providence Advisors both of Atlanta. In 2001, Lauren founded Lauren Templeton Capital Management, LLC which dedicates its efforts to the practice of value investing across the global markets using the same methods learned from her great-uncle, Sir John Templeton. Ms. Templeton is also the co-author of, Investing the Templeton Way: The Market Beating Strategies of Value Investing Legendary Bargain Hunter, 2007, McGraw Hill, which has been translated into nine languages.

Past performance is not indicative of future results. This is not a recommendation to buy or sell any particular security or invest in a particular sector or industry. Please refer to the disclosure page at the end of this document.
Scott Phillips is portfolio manager and head of research at Lauren Templeton Capital Management, LLC. Prior to working with Lauren Templeton Capital Management, LLC, Scott Phillips founded Cumberland Capital Corp, located in Chattanooga, TN. Founded in June 2004, Cumberland Capital provided equity research services to Green Cay Asset Management, a hedge fund management company located in Nassau, Bahamas. In this capacity with Cumberland Capital, Scott was the lead research analyst on the Siebels Hard Asset Fund a long/short equity fund managed by Green Cay Asset Management. In addition to consulting on this fund Scott also provided equity recommendations for the Green Cay Emerging Markets Fund.

Prior to consulting Green Cay’s funds Scott was employed as a research analyst with Green Cay beginning in January of 2004. Before joining Green Cay, Scott was an equity research associate analyst with SunTrust Robinson Humphrey (including its predecessor companies) in Atlanta GA from January of 1999 to December of 2003.


Scott received his B.A. from the University of the South.
DISCLOSURES

Past performance is not indicative of future results.

This is not an offer to sell, or a solicitation of an offer to purchase any fund managed by Lauren Templeton Capital Management (“LTCM”). Such an offer will be made only by an Offering Memorandum, a copy of which is available to qualifying potential investors upon request. An investment in a private fund is not appropriate or suitable for all investors and involves the risk of loss. It should not be assumed that any of the investment recommendations or decisions we make in the future will be profitable or will equal the investment performance shown herein.

LTCM reserves the right to modify its current investment strategies and techniques based on changing market dynamics or client needs. There is no assurance that any securities discussed herein will remain in an account's portfolio at the time you receive this report or that securities sold have not been repurchased. It should not be assumed that any of the securities transactions, holdings or sectors 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. All recommendations within preceding 12 months or applicable period are available upon request.

Fund Performance presented is that of the Lauren Templeton Capital Management, LLC Global Maximum Pessimism Fund Offshore Founders Class Shares. The Founders Class is generally not available to most potential investors, but is presented because it represents the largest share class in the Fund. Other share classes have differing expense structures and their performance would be expected to be lower. Please read the Offering Memorandum for additional information.

Separately Managed Account performance information presented is based on a representative separately managed account in our Global Long Only Strategy. This account was selected as a representative account because it has the longest track record in our Global Long Only Strategy. Not every client's account will have these exact characteristics or the same performance. The actual characteristics and performance with respect to any particular client account will vary based on a number of factors including but not limited to: (i) the size of the account; (ii) timing of investment, (iii) investment restrictions applicable to the account, if any; and (iv) market exigencies at the time of investment. It cannot be assumed that another account would have the same performance or holdings even if following the same strategy.

Returns are presented net of investment advisory fees and include the reinvestment of all income. Net returns may be reduced by additional fees (outside of investment advisory fees) such as performance fees or transaction costs.

The comparative benchmarks represent past performance and are utilized on the statement solely for comparative purposes and are not indicative of future results. The MSCI ACWI (All Country World Index) Index is a free float-adjusted market capitalization weighted index that is designed to measure the equity market performance of developed and emerging markets. The Hedge Fund Research Global Index is designed to be representative of the overall composition of the hedge fund universe. It is comprised of all eligible hedge fund strategies; including but not limited to convertible arbitrage, distressed securities, equity hedge, equity market neutral, event driven, macro, merger arbitrage, and relative value arbitrage. The strategies are asset weighted based on the distribution of assets in the hedge fund industry. The volatility of these indices could be materially different from our portfolio. The indices do not reflect fees and expenses and they are not available for direct investment.

LTCM is a registered investment adviser. More information about LTCM including its investment strategies, objectives and fee schedule can be found in Form ADV Part 2 which is available upon request.

Lauren Templeton Capital Management, LLC is not affiliated with Franklin Templeton Investments or any of its affiliated companies, including the Templeton Funds.

LTF-12-58