

ENHANCED BRI
SRI STRATEGY

As of December 31, 2018

Inception Date: 7/31/2015
Number of Equity Holdings: 36
Benchmark: S&P 400 Index

Strategy Description: The Enhanced BRI strategy is an all-equity strategy. Horizon believes its enhanced BRI strategy can achieve outperformance by applying quantitative overlays to a universe of stocks already screened and vetted for BRI principles. BRI screening is done by ISS Governance (formerly IW Financial), a leader in social and faith-based investment screening.

Strategy Methodology: The starting universe for the strategy are U.S. stocks with market capitalizations greater than \$4 billion that pass various BRI screens created by ISS Governance. Screens test firms in such areas as abortion and contraceptives, stem-cell research, adult entertainment, alcohol, gambling, tobacco, military and nuclear weapons, and nuclear power. Stocks that successfully pass these screens are then evaluated by Horizon's proprietary Quadrix® stock-rating system. The 30-40 highest-scoring stocks from the screened universe in terms of Quadrix Overall score typically make it into the portfolio. Initial individual positions are approximately equal-weighted and typically held for 12 months, at which time the equity portfolio is rebalanced and reconstituted depending on the results of Horizon's quantitative methodology. Changes to the equities may occur more frequently than annually in the event of takeovers or other corporate actions. For the initial investment selection, no sector typically can account for more than 25% of the total portfolio. While the portfolio may be 100% invested in stocks, cash and fixed-income investments may be held depending on macro market conditions.

Portfolio Allocations (supplemental information)

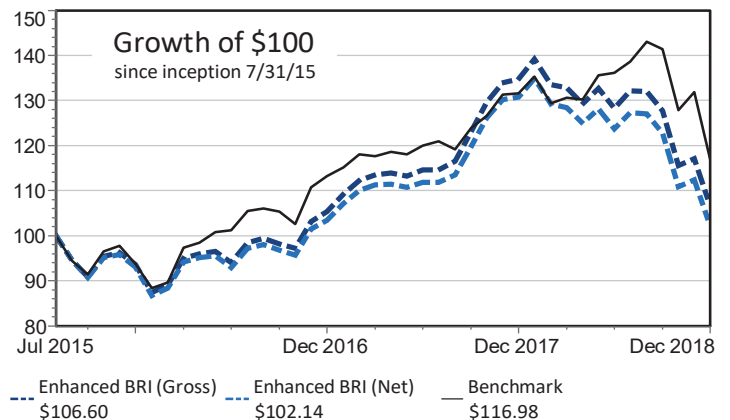
Sector	% Equity Assets	Market Capitalization	% Equity Assets
Consumer Discretionary	15%	Large Cap	15%
Energy	9%	Midcap	66%
Financials	28%	Small Cap	19%
Health Care	7%		
Industrials	16%		
Information Technology	8%		
Materials	13%		
Utilities	4%		

Performance Summary

	Annualized			Since Incept.	Cum. Since Inception
	1 Yr.	3 Yr.	5 Yr.		
Enhanced BRI (Gross)	-20.9%	4.4%	N/A	1.9%	6.6%
Enhanced BRI (Net)	-21.9%	3.1%	N/A	0.6%	2.1%
Benchmark	-11.1%	7.7%	N/A	4.7%	17.0%

Cumulative Return History

(supplemental information)


Annualized Statistics (since inception)

(supplemental information)

	Standard Deviation	Sharpe Ratio
Enhanced BRI (Gross)	13.3%	0.08
Enhanced BRI (Net)	13.3%	-0.02
Benchmark	13.8%	0.28

Risk Analysis (vs. Benchmark since inception)

(supplemental information)

	Alpha	Beta	R ²	Up Capture	Down Capture	Info. Ratio
Enhanced BRI (Gross)	-2.1%	0.88	83%	78%	94%	-0.50
Enhanced BRI (Net)	-3.3%	0.88	83%	74%	96%	-0.72
Benchmark	0.0%	1.00	100%	100%	100%	0.00

Each time a new account is initiated, the quantitative methodology of the Enhanced BRI strategy is applied to create a portfolio of 30-40 stocks. Because of this, individual portfolio performance may differ materially because different stocks may be selected from the universe.

An investment in this strategy involves the risk of loss. Investment return and principal value will fluctuate so that the investment, when redeemed, may be worth more or less than the original investment.

The Quadrix® stock-rating system is a proprietary product wholly-owned by Horizon Publishing Company, Horizon Investment Services' sister company. Horizon Investment Services has contracted with Horizon Publishing Company to use the Quadrix stock-rating system for its stock-screening processes. No formula or other device being offered can, in and of itself, be used to determine which securities to buy or sell.

"Number of Equity Holdings" and "Portfolio Allocations" are based on the equity holdings of an actual representative client account invested in the Enhanced BRI strategy. The remainder of the account is comprised of fixed-income and money market funds. Other account holdings may differ as a result of market conditions, client restrictions, and any number of other factors.

Portfolio Allocations (Sector and Market Capitalization) may not add up to 100% due to rounding.

Informa Investment Solutions/Zephyr StyleADVISOR is a software program that uses returns-based style analysis to quickly seek to ascertain a manager's style and creates a unique style benchmark that seeks to reflect that style. Source: www.styleadvisor.com. StyleADVISOR annualized returns may differ immaterially from Horizon Fact Sheet returns due to rounding.

ISS GOVERNANCE (formerly IW Financial) is a leading provider of objective research and technology solutions that help financial professionals evaluate the environmental, social, and governance (ESG) performance of companies.

Glossary of Statistics

Alpha measures nonsystematic return, or the return that cannot be attributed to the market. Thus, it can be thought of as how the manager performed if the market has had no gain or loss. In contrast, beta measures the return that is attributable to the market and is a measure of the portfolio's overall volatility. If the market's return as measured by an index was equal to the risk-free rate, the manager's expected excess return would be alpha.

Beta measures the risk level of the manager. Beta measures the systematic risk, or the return that is attributable to market movements. In contrast, alpha measures the nonsystematic return of the portfolio, and standard deviation measures the volatility of a portfolio's returns compared to the average return of the portfolio. A beta equal to one indicates a risk level equivalent to the market. Higher betas are associated with higher risk levels, while lower betas are associated with lower risk levels. Beta is estimated by the slope of the best fit line based on the ordinary least squares regression using the market's quarterly return less the risk-free rate as the independent variable and the manager's quarterly return less the risk-free rate as the dependent variable.

Down Capture is a measure of how badly the manager was affected by phases of negative benchmark returns.

Information Ratio of a manager series vs. a benchmark series is the quotient of the annualized excess return and the annualized standard deviation of excess return.

R-Squared (R²) is a statistic that measures the reliability of alpha and beta in explaining the return of a manager as a linear function of the market. It is produced by regression analysis. If you are searching for a manager with a particular style, for example a growth manager, you would expect that manager to have an R-Squared that is high relative to a growth index if the manager has a diversified portfolio. If the manager's return is explained perfectly, the R-Squared would equal 100, while an R-Squared of 0 would indicate that no relationship exists between the manager and the linear function. Higher R-Squared values indicate more reliable alpha and beta statistics and are useful in assessing a manager's investment style.

Sharpe Ratio is one of two alternative, yet similar, methods of measuring excess return per unit of risk. In the case of the Sharpe Ratio, risk is measured using the standard deviation of the returns in the portfolio. The Sharpe Ratio relates the difference between the portfolio return and the risk-free rate to the standard deviation of that difference for a given time period.

Standard Deviation of return measures the average deviations of a return series from its mean, and is often used as a measure of risk. A large standard deviation implies that there have been large swings in the return series of the manager.

Up Capture is a measure of how well a manager was able to replicate or improve on phases of positive benchmark returns.

Horizon Investment Services, LLC Enhanced BRI Composite Annual Disclosure Presentation

Year End	Total Firm Assets (millions)	Composite Assets		Annual Performance Results				3 Yr. Standard Deviation	
		(USD) (millions)	Number of Accounts	Benchmark	Gross Composite	Net Composite	Composite Dispersion	Benchmark	Composite
2018	193.9	0.1	5 or fewer	(11.1)%	(20.9)%	(21.9)%	N.A.	13.3%	13.0%
2017	295.5	0.1	5 or fewer	16.3%	28.0%	26.4%	N.A.	N.A. ¹	N.A. ¹
2016	265.7	0.1	5 or fewer	20.7%	12.5%	11.1%	N.A.	N.A. ¹	N.A. ¹
2015*	320.0	0.1	5 or fewer	(6.3)%	(6.4)%	(6.9)%	N.A.	N.A. ¹	N.A. ¹

N.A. - Information is not statistically meaningful due to an insufficient number of portfolios in the composite for the entire year.

*Inception date 7/31/2015 N.A.¹ Three-year annualized Standard Deviation is not presented because 36 monthly returns are not available.

Enhanced BRI Composite contains fully discretionary Enhanced BRI commission accounts and, for comparison purposes, is measured against the S&P 400 Index. The Enhanced BRI strategy is an all-equity strategy. Horizon believes its enhanced BRI strategy can achieve outperformance by applying quantitative overlays to a universe of stocks already screened and vetted for BRI principles. BRI screening is done by ISS Governance (formerly IW Financial), a leader in social and faith-based investment screening. The 30-40 highest-scoring stocks from the screened universe in terms of Quadrix Overall score typically make it into the portfolio. Initial individual positions are approximately equal-weighted and typically held for 12 months, at which time the equity portfolio is rebalanced and reconstituted depending on the results of Horizon's quantitative methodology. Changes to the equities may occur more frequently than annually in the event of takeovers or other corporate actions. For the initial investment selection, no sector can account for more than 25% of the total portfolio. While the portfolio may be 100% invested in stocks, cash and fixed-income investments may be held depending on macro market conditions. The S&P 400 Index is an unmanaged total-return index designed to measure the performance of 400 mid-sized company stocks weighted by market capitalization.

Horizon Investment Services, LLC claims compliance with the Global Investment Performance Standards (GIPS®) and has prepared and presented this report in compliance with the GIPS standards. Horizon Investment Services, LLC has been independently verified for the periods September 1, 2000 through December 31, 2018. A copy of the verification report is available upon request.

Verification assesses whether (1) the firm has complied with all the composite construction requirements of the GIPS standards on a firm-wide basis and (2) the firm's policies and procedures are designed to calculate and present performance in compliance with the GIPS standards. Verification does not ensure the accuracy of any specific composite presentation.

Horizon Investment Services, LLC is registered as an investment adviser with the Securities and Exchange Commission. The firm maintains a complete list of composite descriptions, which is available upon request.

The composite performance returns include all fully discretionary active and terminated commission and bundled fee-paying accounts for the strategy and exclude any accounts with significant client-imposed investment restrictions.

The U.S. Dollar is the currency used to express performance. All composite performance returns include the reinvestment of all income. Gross composite performance returns are asset-weighted total-return figures after brokerage commissions, but do not reflect the payment of management fees. Net composite performance returns are further reduced by the highest applicable management fee of 1.25%, applied monthly. The annual composite dispersion presented is equal-weighted standard deviation calculated for the accounts in the composite the entire year. Policies for valuing portfolios, calculating performance, and preparing compliant presentations are available upon request.

The investment management fee schedule for the composite is 1.25% on the first \$2 million, 1.10% on the next \$2 million, 0.95% on the next \$2 million and 0.80% on the remainder. Actual investment advisory fees incurred by clients may vary depending on fee schedule and portfolio size. Management fee schedules are available upon request or may be found in Part 2A of Horizon Investment Services' Form ADV.

The Enhanced BRI Composite was created July 31, 2015.

Past performance is no guarantee of future results.