

BBH Luxembourg Funds - BBH Core Select

Fund Fact Sheet / 1Q 2017

For Retail Use

PHILOSOPHY

BBH Luxembourg Funds – BBH Core Select (“the Fund”) aims to invest in established, cash-generative businesses that are leading providers of essential products and services with strong management teams. The Fund seeks to purchase the publicly-traded equity securities of such companies at a discount to our estimates of intrinsic value. Estimates of intrinsic value are based on proprietary analysis of prospective free cash flows and returns on capital. We apply a disciplined investment selection process focused on the following attributes:

INVESTMENT CRITERIA

Business Attributes:

- Essential products and services
- Loyal customers
- Leadership in an attractive market niche or industry
- Sustainable competitive advantages

Management Attributes:

- Strong operators with integrity
- Favorable capital allocation
- Meaningful share ownership

Financial Attributes:

- Strong balance sheet and free cash flow
- High returns on invested capital

The Fund will generally hold investments in 20-30 companies with market capitalizations greater than \$5 billion that are headquartered in North America, as well as in certain global firms located in other developed regions. The targeted holding period is three to five years. Investments are typically sold if they appreciate to levels near BBH's estimate of intrinsic value.

PRINCIPLES OF EQUITY INVESTING

- **Investment Objective:** The Fund seeks to provide investors with long-term growth of capital and to generate attractive returns over time. The Fund does not attempt to mirror a benchmark or index.
- **Emphasis on capital preservation:** We view risk not as the price volatility of an investment, but instead as the likelihood of a permanent capital loss. To mitigate this risk, we apply our rigorous selection criteria and invest only in companies we believe have a significant margin of safety between the purchase price and our estimate of intrinsic value.
- **Ownership perspective:** We approach equity investing with the perspective of owning fractional shares of strong businesses for relatively long periods of time.
- **Long-term perspective:** Many investment strategies are built around short-term expectations, momentum following and frequent trading. We believe that a longer-term view of both companies and investments leads to stronger results and risk control over market cycles.
- **Minimize taxes and trading costs:** High portfolio turnover often generates taxable short-term gains and substantial trading costs, both of which can significantly erode the long-term compounding of returns. Our targeted holding period of 3-5 years helps us reduce these costs.

FUND CO-MANAGERS



Timothy E. Hartch

Mr. Hartch has been a co-manager of BBH Core Select since October 2005. Mr. Hartch is also a co-manager of BBH Global Core Select since its inception and an investment partnership that invests primarily in small and mid-cap companies since 2001. Mr. Hartch joined BBH in 1996 and became a Partner of the firm in 2010. Mr. Hartch received an AB from Harvard University, where he was elected to Phi Beta Kappa. He also

received an M.B.A. and J.D. from the University of Michigan.



Michael R. Keller, CFA

Mr. Keller has been a co-manager of BBH Core Select since June 2008 and also serves as an analyst covering technology and business services. Mr. Keller joined BBH in 2005 and became a Partner of the firm in 2015. Prior to joining BBH, he was a senior equity analyst for KeyBanc Capital Markets covering technology and business services. Mr. Keller earned a BSE from Princeton University and is a CFA charterholder.

Performance
As of 31 March 2017

Average Annual Total Returns

Fund/Benchmark	1 Yr.	2 Yr.	3 Yr.	4 Yr.	5 Yr.	Since Inception
BBH Core Select (Class X)	9.63%	4.46%	4.27%	6.84%	N/A	9.84%
S&P 500	17.17%	9.21%	10.37%	13.14%	N/A	15.16%

Class X Ongoing Charges: 1.70%

All performance is net of fees
Sources: BBH & Co. and S&P

* Returns are not annualized.

Past performance is not a reliable indicator of future results. The past performance excludes the entry and exit charges. The ongoing charges figure is based on actual expenses for the year ending December 2016. This figure may vary from year to year. It excludes portfolio transaction costs. The entry charge is 5% of the initial price or subscription price. Fund shares redeemed within 30 days of purchase may be subject to an exit charge of 2%. The entry and exit charges shown are maximum figures. In some cases you may pay less. Past Performance has been calculated in USD. Performance can be increased or reduced as a result of currency fluctuations.

The S&P 500 is an unmanaged weighted index of 500 stocks providing a broad indicator of stock price movements.

Share Class Overview
As of 31 March 2017

	ISIN	Inception Date	Total Net Assets (mil)	NAV
Class X	LU0643341406	10/07/2012	\$18.9	\$15.580

Equity Weighting
As of 31 March 2017

Common Stock	89.8%
Cash and Cash Equivalents	10.2%
Total	100.0%

Sector Weighting
As of 31 March 2017

Consumer Discretionary	17.3%
Consumer Staples	11.6%
Energy	0.0%
Financials	20.5%
Health Care	14.0%
Industrials	4.5%
Information Technology	26.8%
Materials	5.4%
Real Estate	0.0%
Telecommunication Services	0.0%
Utilities	0.0%
Total	100.0%

Reported as a percentage of portfolio securities.

Top 10 Companies
As of 31 March 2017

Oracle Corp	6.9%
Berkshire Hathaway Inc	6.8%
Comcast Corp	6.3%
Alphabet Inc	5.3%
US Bancorp	5.3%
Wells Fargo & Co	4.9%
Novartis AG	4.6%
PayPal Holdings Inc	4.1%
Zoetis Inc	3.7%
Discovery Communications Inc	3.6%
Total	51.4%

Reported as a percentage of total portfolio.

Fund Facts
As of 31 March 2017

Total Net Assets (mil)	\$769.8
Number of Securities Held	28
Average P/E	18.4
Average Market Cap (bil)	\$136.1
Turnover (Rolling 12-Months)	18.32%

Excludes cash equivalents.

Price/Earnings (P/E) ratio is a company's current share price divided by earnings per-share.

Turnover ratio is the rate of trading in a portfolio; higher values imply more frequent trading.

RISKS

The value of the Fund fluctuates as the value of the underlying shares in which it invests fluctuate. The Fund is subject to equity risk, in that its investments in shares are subject to market risks that may cause their prices to fluctuate over time. This can affect the value of your investment. Political and economic changes as well as changes in the company in which the Fund invests may also affect the value of your investment.

The value of a security may decline for a number of reasons which directly relate to the issuer, such as management performance, financial leverage and reduced demand for the issuer's goods or services.

The Fund is 'non-diversified' and may assume large positions in a small number of issuers which can increase the potential for greater price fluctuation.

Risk factors are described in more details in the Fund's prospectus.

Other Important Disclosures

Brown Brothers Harriman & Co. ("BBH"), a New York limited partnership, was founded in 1818 and is the promoter and investment manager of the Fund. BBH also acts as the principal distributor of the Fund. BBH Luxembourg Funds (the "Company") is a Luxembourg-registered Société d'Investissement à Capital Variable - undertaking for collective investment in transferrable securities (SICAV-UCITS) regulated by the Commission de Surveillance du Secteur Financier ("CSSF"), the Luxembourg financial services authority. The SICAV designated FundRock Management Company S.A. to serve as its designated management company in accordance with Chapter 15 of the Luxembourg Law of 17th December 2010; FundRock Management Company S.A. was incorporated on 10 November 2004 for an unlimited duration under the laws of Luxembourg and registered on the official list of Luxembourg management companies.

BBH has prepared this communication for use on a confidential and limited basis solely for the information of those to whom it is transmitted and is not to be reproduced or used for any other purpose. This communication, that constitutes a marketing communication, is intended to be a general update of the Fund and does not constitute an offer to sell, or a solicitation of an offer to purchase, any interest in the Fund or any other investment product in any jurisdiction where such offer or solicitation is not lawful, where marketing to the intended recipient is prohibited or where the person making such offer or solicitation is not qualified to do so.

The Fund may be promoted and sold to the general public in the UK, France, Germany, Luxembourg, and Spain subject to compliance with applicable law and local regulations. Potential investors in these countries should be aware that most of the protections afforded by their local regulations may not apply to an investment in the Fund and that compensation may not be available under their local laws.

Subscriptions will only be received and shares issued on the basis of the current prospectus of the Company (the "Prospectus") and applicable Key Investor Information Documents of the Fund (the "KIIDs"). Investment in this Fund entails risks which are described in more detail in the Prospectus and the KIIDs. Investors should obtain and read a copy of the Prospectus and the KIIDs before investing. Exit Charges are payable to the Fund and not BBH. For a copy of the Prospectus and the KIIDs, in English, French, Spanish, German or Italian, please contact the Company's representative or its local distributor, or access the following site: www.bbhluxembourg-funds.com. The contact details of the Company's representatives in the countries where the Company is registered are provided below in the section for each country.

The Company complies with the European Directive 2009/65/EC on undertaking for collective investment in transferable securities (UCITS), dated 13 July 2009, which established a set of common rules in order to permit the cross border marketing of collective investment schemes. Unauthorized distribution, reproduction or redistribution of this document without the prior written permission of the Company is prohibited. This document is issued in the United Kingdom by Brown Brothers Harriman Investor Services Limited, which has approved its content, and which is authorized and regulated by the UK Financial Conduct Authority. Potential investors in the Fund should not treat the contents of this document as advice relating to legal, taxation, investment or any other matters and are recommended to consult their own professional advisers concerning the acquisition, holding or disposal of shares of the Fund.

Neither the Fund nor any of its shares have been registered, nor will be registered, under the U.S. Investment Company Act of 1940, as amended, or the U.S. Securities Act of 1933, as amended, and, as such, may not be offered or sold directly or indirectly in the United States or to a U.S. person.

For Prospective Investors Domiciled in France:

The Fund received an authorization for marketing in France from the Autorité des Marchés Financiers (AMF) on 28 September 2012. The representative agent of the Fund in France is Société Générale, 189, rue d'Aubervilliers, 75886 Paris Cedex 18, France (Sophie Platter - Tel : +33.(0)1.58.98.77.82).

For Prospective Investors Domiciled in Luxembourg:

The Company's address in Luxembourg is 80, Route D'Esch, L-1470 Luxembourg, Grand Duchy of Luxembourg (Tel.: +1-800-625-5759).

For Prospective Investors Domiciled in Spain:

The Company is duly registered with the Comisión Nacional del Mercado de Valores ("CNMV") on the official register of foreign collective investment schemes marketed in Spain under number 1122. The Fund is one of the compartments of the Company included within such registration reference number. An updated list of distributors in Spain can be consulted at www.cnmv.es. Prior to subscribing for shares of the Fund, you shall be provided with the Prospectus, the applicable KIIDs, but also a copy of the latest published financial report and a copy of the report on the planned types of marketing in Spain. The representative agent of the Fund in Spain is Société Générale, Cardenal Marcelo Spinola 8, 28016 Madrid, Spain (Sally Matthews - Tel : +34 915 89 38 66).

For Prospective Investors Domiciled in the UK:

The Fund is duly registered with the UK Financial Conduct Authority. The representative agent of the Fund in the UK is BBH ISL Tel: +44-207-614-2113.

Additional information regarding the Fund including investment positions is available upon request.