



# Brown Advisory US Equity Growth Fund

## July 2010

### Investment Strategy

The Fund seeks to invest in industry-leading companies with a history of strong, sustainable revenue, cash flow, and earnings growth. We believe the companies represented in the Fund are led by strong management teams with established track records and are well positioned to exploit large market opportunities. Common attributes among these companies include proprietary products and services, productive new product development efforts and new product development and product cycle leadership that sustains a strong brand franchise. Given the Fund's emphasis on large-cap growth companies, the largest industry concentrations currently are in the health care and technology sectors. The Fund also invests in financial services, telecommunications services, and select consumer and industrial growth stocks. The investment style utilizes valuation disciplines to identify those companies whose stocks are attractively valued relative to the market and to mitigate the potential downside risk of an investment candidate.

### Performance to July 31, 2010 (Long-term Performance Overleaf)

	1 Month	3 Months	6 Months	YTD	Since Inception	NAV
Brown Advisory US Equity Growth Fund B USD <sup>1</sup>	4.00	-6.83	6.57	1.45	11.90	11.19
Brown Advisory US Equity Growth Fund A USD <sup>2</sup>	3.92	-	-	-	3.30	10.33
Russell 1000 Growth Index <sup>1</sup>	7.13	-6.49	3.46	-1.06	7.50	-
S&P 500 Index <sup>1</sup>	7.01	-6.69	3.61	-0.11	7.23	-

Inception Dates: <sup>1</sup>November 2, 2009; <sup>2</sup>June 29, 2010

Performance data above relates to the Brown Advisory US Equity Growth Fund – a Dublin-based UCITS III fund. The performance is net of management fees and operating expenses. The long-term performance of the Brown Advisory US Growth Equity Fund (BLAGX) is shown on the next page and is net of fees. Past performance may not be a reliable guide to future performance. The Brown Advisory US Large-Cap Growth strategy was established in 1993. Long-term performance available upon request. Changes in exchange rates may have an adverse effect on the value price or income of the product. The difference at any one time between the sale and repurchase price of units in the UCITS means that the investment should be viewed as medium to long term. A simplified and full prospectus are available by calling 020 7591 7084 or visiting the fund website.

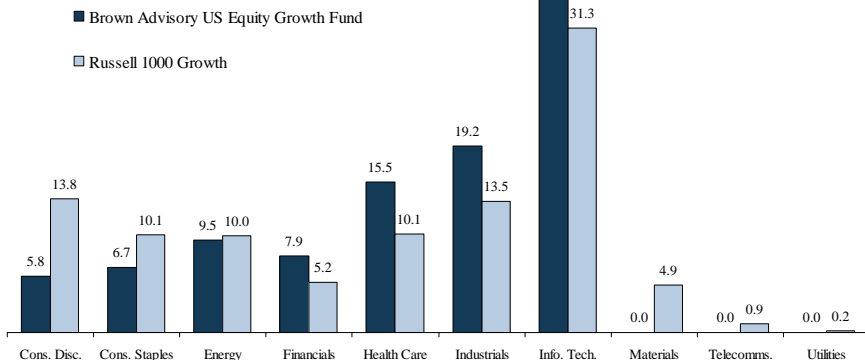
### Characteristics\* as of July 31, 2010

Estimated EPS Growth Rate	15.2%
FY2 P/E Ratio	16.2x
P/E-Growth Ratio	1.2x
Dividend Yield	0.50%
Weighted Avg. Market Cap	\$38.2 billion
Weighted Med. Market Cap	\$14.7 billion
Equities	98.1%
Cash	1.9%
Market Capitalization	
\$<10 billion	34.6%
\$10-100 billion	53.2%
\$>100 billion	12.3%

Apple, Inc.	4.6%
Google, Inc.	4.3%
Stericycle, Inc.	3.8%
Allergan, Inc.	3.8%
Citrix Systems, Inc.	3.5%
MasterCard Inc.	3.5%
Qualcomm, Inc.	3.5%
ABB Ltd. ADR	3.4%
Costco Wholesale Corp.	3.4%
Cognizant Technology Solutions	3.4%

### Top Ten Holdings as a % of Net Assets

**37.2%**



### Fund Profile

Name	Brown Advisory US Equity Growth Fund
Manager	Kenneth M. Stuzin, CFA
No. of Holdings	30 - 40
Base Currency	US Dollar
Annual Management Fee	A: 1.50% B: 0.75%
Minimum Investment	A: 5,000 B: 10,000,000
Administrator	Brown Brothers Harriman (Ireland) Ltd
Dealing Number	Tel: +(353) 1603 6387 Fax: +(353) 1603 6310
Structure	Ireland UCITS III (FSA recognised)
Listing	Irish Stock Exchange
Liquidity	Daily
Dividends	UK distributor status
Settlement Terms	T+3

	ISIN	Sedol
Sterling A Class	IE00B0PVD535	B0PVD53
Sterling B Class	IE00B0PVD758	B0PVD75
Dollar A Class	IE00B0PVD642	B0PVD64
Dollar B Class	IE00B0PVD865	B0PVD86
Euro A Class	IE00B2NN6563	B2NN656
Euro B Class	IE00B2NN6670	B2NN667



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### Long-term Performance of US Mutual Fund (Ticker: BIAGX)

	1 Month	3 Months	6 Months	YTD	1 Year	3 Years	5 Years	10 Years
Brown Advisory US Growth Equity Fund BIAGX	4.80	-6.43	7.06	1.95	20.62	-0.44	3.13	0.19
Russell 1000 Growth Index	7.13	-6.49	3.46	-1.06	13.65	-4.25	0.80	-4.08
S&P 500 Index	7.01	-6.69	3.61	-0.11	13.84	-6.78	-0.17	-0.76

### Activity

**Top 5 Contributors:** Citrix Systems Inc., ABB Ltd. ADS, FMC Technologies Inc., QUALCOMM Inc., Salesforce.com Inc.

**Bottom 5 Contributors:** Covance Inc., DaVita Inc., Urban Outfitters Inc., Stericycle Inc., IDEXX Laboratories Inc.

The markets reversed their downward slide that took hold in the second quarter; however, with individual stock volatility surrounding earnings, July's gains were hard earned. The biggest contributors to performance this month were Citrix Systems (up 30.3%), ABB Ltd (up 16.8%) and FMC Technologies (up 20.2%).

As we have talked about in the past, investors have been quick to punish those stocks that report earnings ahead of consensus but issue guidance that falls short of expectations. This quarter has been no exception. Covance, the biggest detractor for the month, is an example of a portfolio company whose share price followed this pattern. Covance's quarterly earnings exceeded targets, but forward guidance was below Wall Street expectations. Given our confidence in the business model when considering the long term potential of healthcare R&D outsourcing trends, we added to our position.

Activity within the portfolio was fairly light this month. We have begun to reduce our position in Trimble Navigation. Long term, we have begun to think Trimble may have difficulty exceeding our minimum growth hurdle if the company's historical ability to augment organic growth with acquisitions begins to slip. Proceeds have been used to add a bit to our existing positions in Amphenol, Intuitive Surgical, and Google, as well as the increase in Covance mentioned above.

### The Fund Manager

**Kenneth M. Stuzin, CFA** is a Partner of Brown Advisory and Manager of the Brown Advisory U.S. Equity Growth Fund. He has over twenty years of investment industry experience. Prior to joining Brown Advisory, he was a Vice President and Portfolio Manager at J.P. Morgan Investment Management in Los Angeles, where he was a U.S. Large-Cap Portfolio Manager. Previously, Mr. Stuzin worked as a quantitative Portfolio Strategist in New York, where he advised clients on capital markets issues and strategic asset allocation decisions. Mr. Stuzin received his B.A. and M.B.A. from Columbia University in 1986 and 1993, respectively.

### About Brown Advisory

Brown Advisory was founded in 1993 as an investment management arm of Alex Brown & Sons, America's oldest investment banking firm. In 1998, Brown Advisory separated to create an independent organization better positioned to serve its clients' interests. Brown Advisory is now entrusted with \$19 billion in client assets. Brown Advisory prides itself on its dedicated, fundamental research process, experienced and stable investment team with low professional turnover. Brown Advisory is focused and committed to forging lasting relationships based on integrity, trust and service.

### Further Information

Brown Advisory US Equity Growth Fund is a sub-fund of Brown Advisory Funds plc, an umbrella fund with segregated liability between sub-funds. The Fund is authorized in Ireland as a UCITS pursuant to the European Communities (Undertakings for Collective Investment in Transferable Securities Regulations, 2003 as amended).

The Fund is available to:

(a) "Investment professionals" (including persons whose ordinary activities involve them in participating in collective investment schemes and other Authorized Persons); and

(b) "High net worth entities" (including (i) a body corporate with more than 20 members (or which is a subsidiary of a parent with more than 20 members) if it has a called-up share capital or net assets of at least £500,000 and (ii) other bodies corporate if they have a called-up share capital or net assets of at least £5 million, and (iii) unincorporated associations or partnerships with net assets of at least £5 million).

*\*Estimated EPS Growth Rate is the forecasted growth rate of a company's earnings per share. Forward P/E ratio is determined by dividing the price of the stock by the company's forecasted earnings per share. The P/E-Growth ratio is the company's harmonic average P/E divided by the weighted average earnings growth rate. Market cap is the value of the fund as determined by the market price of its issued and outstanding stock.*

For investment enquiries, please contact:

Logie Fitzwilliams  
Brown Advisory Ltd., 150 Brompton Road, London, SW3 1HX  
Email: [lfitzwilliams@brownadvisory.com](mailto:lfitzwilliams@brownadvisory.com)  
Tel: 020 7591 7084  
Website: [www.brownadvisory.com](http://www.brownadvisory.com)



Brown Advisory is the trade name of Brown Investment Advisory & Trust Company and Brown Advisory Securities, L.L.C.