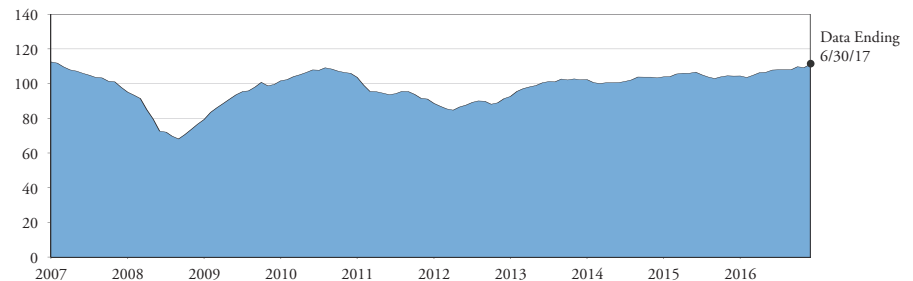


City of Ormond Beach Police Officers Pension - International Equity Portfolio

Although markets were not as strong as the first quarter, global equities generally moved higher amidst a backdrop of better global growth. The June 2017 outlook from the Organization for Economic Cooperation and Development (OECD) predicts world real Gross Domestic Product (GDP) growth of 3.5% in 2017 and 3.6% in the following year. Furthermore, the unemployment rate among the 35 OECD countries continues to fall and is now below 6.5%, well off its 8.3% peak in 2010.

European equity indices were also buoyed by a market-friendly political result after Emmanuel Macron convincingly won the French presidential election, ushering in a pro-Europe agenda from one of the European Union's largest economies. Reflecting this increased optimism about the European economy, the June Eurozone Economic Sentiment Indicator (Chart 1) climbed to its highest level since August 2007 with higher readings from subcomponents including retail trade and consumer and business confidence. With encouraging signs of economic growth in Europe, European Central Bank (ECB) president Mario Draghi has hinted that the ECB may begin paring back its stimulus measures. This may include dialing down its quantitative easing policy, whereby the central bank

CHART 1: Eurozone Economic Sentiment Indicator⁽¹⁾ On the Rise

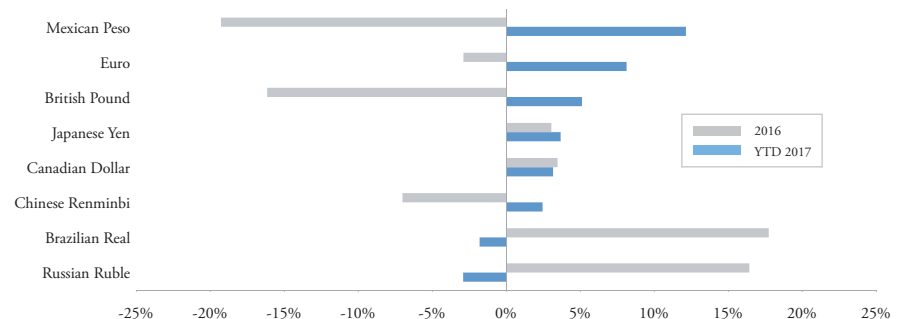


Data from 7/31/07–6/30/17

⁽¹⁾The economic sentiment indicator is the weighted average of the industrial confidence indicator (40%), the services confidence indicator (30%), the consumer confidence indicator (20%), the construction confidence indicator (5%) and the retail trade confidence indicator (5%), seasonally adjusted.

Source: FactSet, EuroStat

CHART 2: Many Foreign Currencies Rally Against the U.S. Dollar Percentage Change versus U.S. Dollar



Data as of 6/30/17

Source: FactSet, WM Reuters

has been purchasing large quantities of bonds to keep interest rates low. Other countries such as the United Kingdom and Canada are also indicating they may reduce stimulus measures in the coming months. The U.S. economy is faring better, leading the U.S. Federal Reserve to raise its fed funds target rate by .25% in June and potentially scale back its own bond

purchases over the next six months. The U.S. GDP grew at a 1.4% annualized rate for the first three months of 2017, helped by higher consumer spending and exports.

Benefitting U.S. dollar-denominated investors this quarter was the strength of many foreign currencies relative to the dollar (Chart 2). The U.S. Dollar Index fell 4.9%, its weakest quarter

MARKET VALUE SUMMARY

	Quarter Ending 6/30/17
Equities (\$)	\$1,543,250
Cash (\$)	\$28,540
Total Portfolio (\$)	\$1,571,789

PORTFOLIO PERFORMANCE⁽¹⁾

	Quarter Ending 6/30/17	Year-to-Date 6/30/17
Police Officers' Pension (net of fees)	6.6%	17.5%
MSCI ACWI ex US Index ⁽²⁾	5.8%	14.1%

⁽¹⁾Performance and Benchmark data sources: Renaissance Research, Bloomberg, MSCI

⁽²⁾Renaissance primary benchmark.

since the three months ending September 2010. After a Trump-related meltdown in 2016, the Mexican peso was the best-performing major currency versus the U.S. dollar, jumping over 12% in 2017 through June. The prospects of higher global interest rates and better economic growth

should provide support for many foreign currencies, providing further tailwinds for international investors.

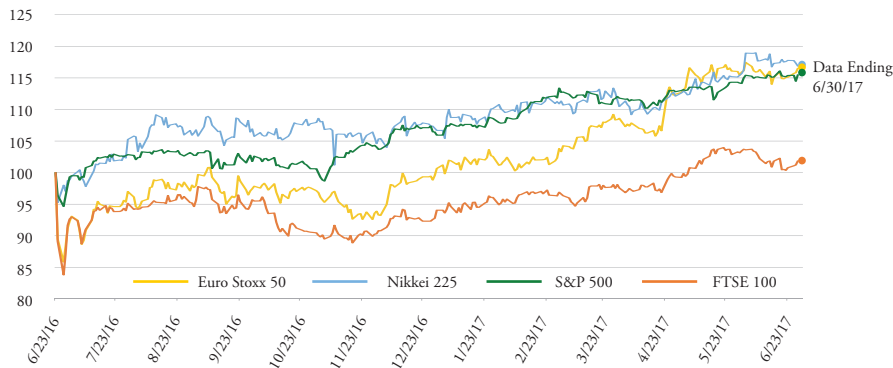
U.K. Prime Minister Theresa May's snap election in June failed to produce a majority in Parliament, making the Brexit negotiations potentially more difficult. However, despite the

abundance of negative headlines surrounding Brexit, many equity markets, including those in Europe, have shrugged off the lingering uncertainty and pushed equity indices higher since the initial Brexit vote in June of 2016 (Chart 3). In the Asia Pacific region, Chinese markets got a boost from index provider MSCI, which decided to include over 200 mainland Chinese "A" shares in the MSCI indices. While the change will be phased in over time starting next year, the progress China is making in its financial markets further enhances its stature in the global investment landscape.

Portfolio performance for the quarter was positive on both an absolute and relative basis. Our benchmark MSCI ACWI ex US Index added 5.8% with only the Energy sector holdings in the Index posting a negative return. Developed markets, as measured by the MSCI EAFE Index, gained 6.1% while the MSCI Emerging Markets Index added 6.3%. Year-to-date, emerging markets are up over 18% compared to the 14% gain in developed countries. Our best-contributing sector was Industrials, led by Irish-based low cost carrier **Ryanair** (RYAAY, +30%). The company announced positive earnings growth for its latest quarter, with lower fuel costs and increased traffic offsetting declining average airfares. Consumer Discretionary holdings in the portfolio added to returns, led by Chinese hotel operator **China Lodging** (HTHT, +30%) as growing demand for the company's four hotel brands continues to increase due to an expanding Chinese middle class and greater discretionary income.

The strategy's worst-performing sector was Utilities. Our sole utility company, **Korea Electric Power** (KEP, -13%), struggled this quarter after announcing first-quarter earnings that were hurt by lower nuclear power utilization

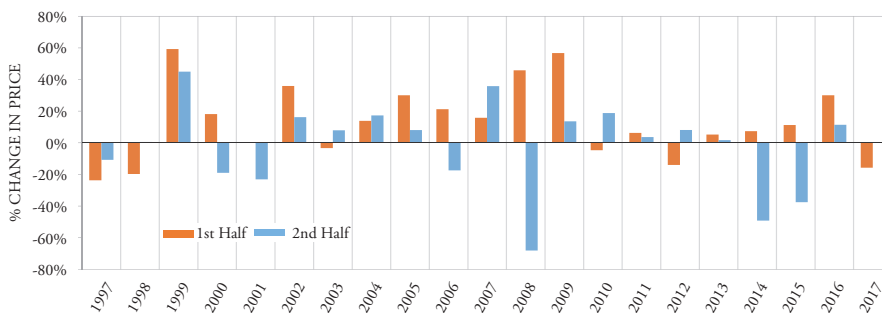
CHART 3: Fears Have Subsided, Driving Index Returns Since Brexit
Indexed Returns in U.S. Dollars



6/23/16=100
Data as of 6/30/17
Source: Thomson Reuters Datastream/Fathom Consulting

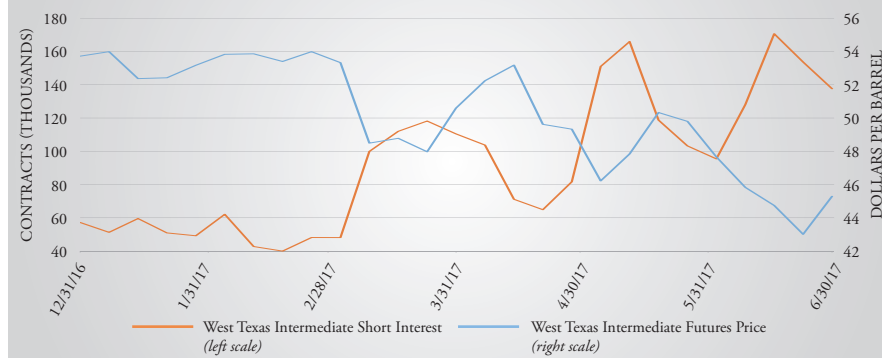
CHARTS 4A and 4B:

West Texas Intermediate (WTI) First Half Price Drop Largest Since 1998



Data as of 6/30/17
Source: Commodity Research Bureau (CRB), Renaissance Research

Short Interest Rises as Crude Falls



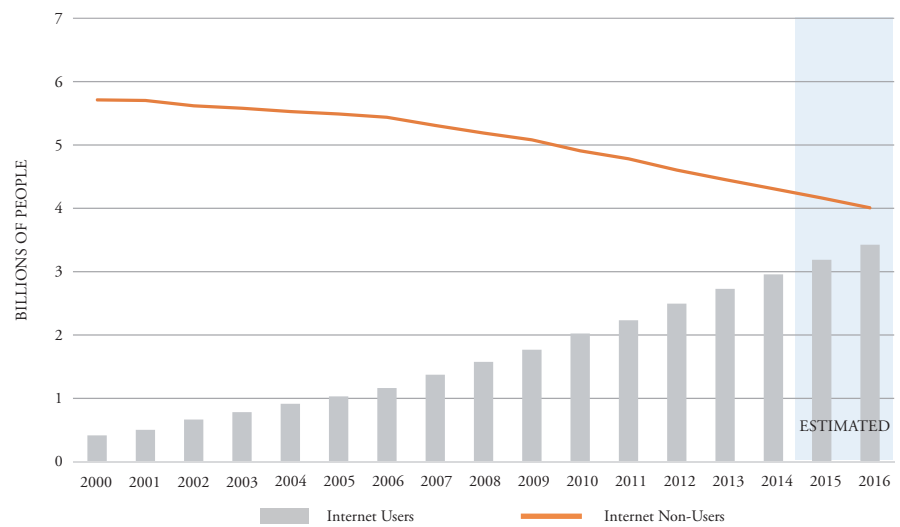
Data as of 6/30/17
Source: Bloomberg, U.S. Commodity Futures Trading Commission

and higher power purchasing costs. Our only energy stock in the portfolio, **Lukoil** (LUKOY, -8%), fell along with most other energy-related stocks. From a portfolio perspective, we are underweight in Energy relative to our benchmark as we believe the volume production cuts implemented by the Organization of the Petroleum Exporting Countries (OPEC) will continue to be offset by increased U.S. shale production, effectively keeping oil prices low. Short interest in crude oil futures, a bearish indicator, has risen since the beginning of the year, while crude oil prices experienced one of their worst returns for the first half of a calendar year since 1998 (Charts 4A and 4B).

One of our largest portfolio overweightings is in the Information Technology sector. With the growth of technology across almost all aspects of our daily lives, we believe the portfolio can benefit from exposure to companies in the semiconductor, software and electronic equipment industries, among others. As further evidence of the explosive growth in technology, Chart 5 shows how prevalent the use of the Internet has become. Soon there will be more people using the Internet than not using it, creating increasing opportunities for tech companies to capitalize on this growth.

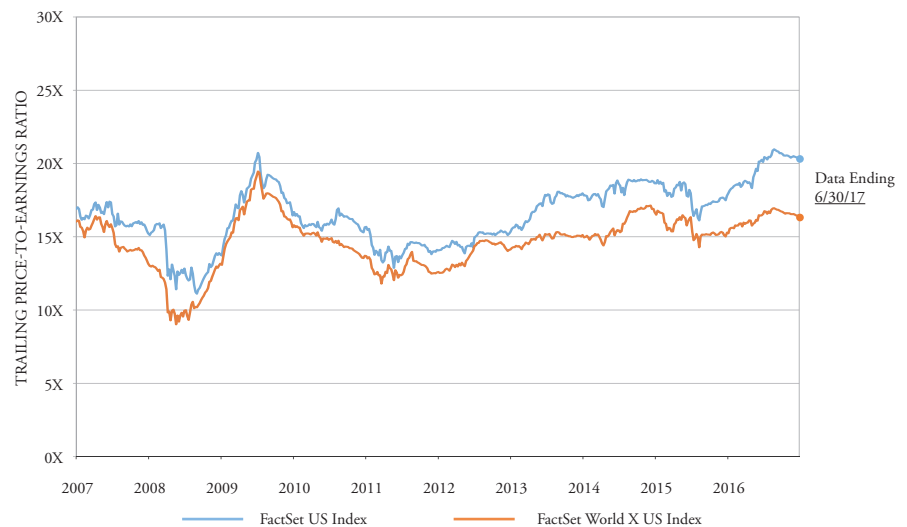
Country index returns were broadly positive across geographic regions. We enjoyed favorable stock selection in our developed market holdings, notably in Canada and Ireland. Canada was led by **Colliers International Group** (CIGI, +20%), while Ireland was helped by Ryanair Holdings (+30%). Negatively affecting our returns was stock selection in our emerging market holdings with Taiwan and South Korea detracting the most. **Advanced Semiconductor Engineering** (ASX, -3%) fell along with other chip-related shares, while negative returns from Korea Electric Power offset positive returns from our

CHART 5: Connectivity to the Internet Continues to Grow
Worldwide Internet Users vs. Non-Users



Data as of July 2016
Source: internetlivestats.com, Renaissance Research

CHART 6: U.S. Markets More Expensive Than Rest of the World



Data from 7/6/07-6/30/17
Source: FactSet

two other South Korean holdings. While our emerging market exposure detracted from relative returns this quarter, year-to-date the portfolio has benefited from our exposure to emerging markets. We foresee maintaining our overweight to emerging markets due to their higher growth rates and attractive valuations.

There are definite positives investors can take into the last half of the year. Valuation of global markets favors non-U.S. stocks even

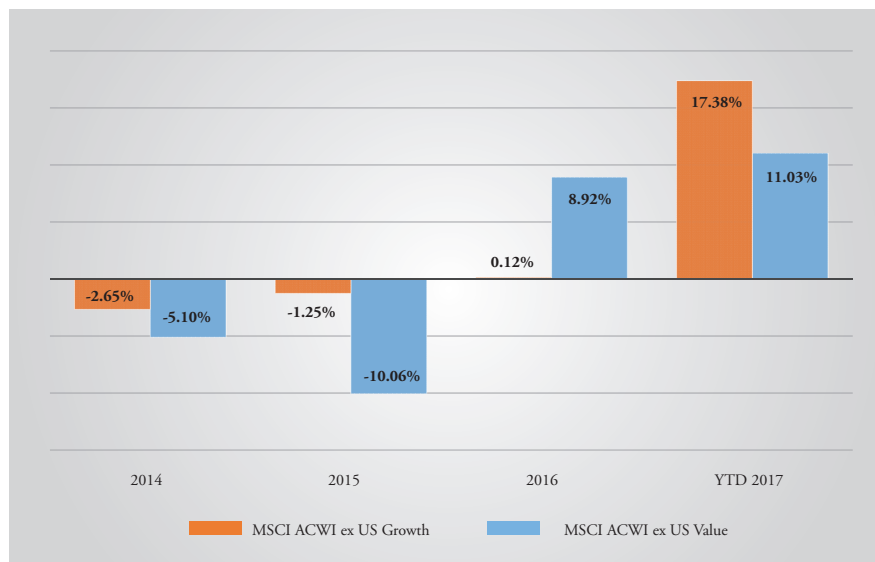
with the favorable outperformance of international stocks this year. As an example, the FactSet World x US Index trailing price-to-earnings ratio stands at a 19% discount to the FactSet US Index compared to an historical 11% discount over the previous ten years (Chart 6). As equity markets have been on an extended positive run, owning stocks with attractive valuations may help limit the downside if markets begin to falter. Foreign exchange headwinds, which had been

the bane of U.S.-based foreign market investors since 2013, have turned into tailwinds, and we foresee continued strength in foreign currencies.

A noticeable change in 2017 has been the outperformance of growth stocks versus value stocks (Chart 7). This marks the third consecutive year in which value and growth stocks have flip-flopped the pole position. Our strategy employs a Growth At a Reasonable Price (GARP) approach, meaning we focus on holdings with both value and growth characteristics, allowing us to take advantage of attractive stocks whether the market favors growth or value.

There are certainly risks to the market's upbeat tone including geopolitical uncertainty, terrorism and how deftly central bankers can control economic growth while keeping inflation in check. The U.S. economy is on firm footing, but the uncertainty surrounding the Trump administration and its ability to enact stimulus measures

CHART 7: Growth Stocks Outperforming Value in 2017



Data as of 6/30/17
Source: MSCI, FactSet

remains a key unknown. The world's second largest economy, China, is facing potential leadership changes in the fall, but their economy is stable and will likely meet President Xi's 6.5% target GDP growth this year. In general,

we believe international markets are in a good position to continue their momentum into the last half of the year, and we will continue to actively manage the portfolio to take advantage of good investment opportunities.

Past performance is not indicative of future results. Performance for periods of less than a year is not annualized. All returns are shown in U.S. dollars unless otherwise stated. Individual securities and their returns listed in the commentary are based upon a representative account of the strategy discussed. The opinions stated in this presentation are those of the authors as of the date listed on this presentation and are subject to change at any time due to changes in market or economic conditions. Unless otherwise notified, Renaissance assumes our clients receive statements from their custodian at least quarterly and encourages them to compare the account balance included in this report with their custodial statement. If you do not receive statements from your custodian at least quarterly, or if you have any questions, please contact us immediately. Renaissance is neither a law firm nor an accounting firm, and no portion of its services should be construed as legal or accounting advice. Please remember that it remains your responsibility to advise your primary investment professional if there are any changes to your personal/financial situation, investment objectives or if you would like to add, delete or modify any reasonable restrictions to our investment advisory services. Please advise your primary investment professional to contact us with any updated instructions. A copy of our current written disclosure statement discussing our advisory services and fees is available upon request.

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Joe G. Bruening, CFA

Client Services



Mary C. Meiners

Portfolio Administrator



Steve M. Frakes

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City of Ormond Beach Police Officers Pension - International Equity Portfolio

<u>Ticker</u>	<u>Security Description</u>	<u>Shares/Face</u>	<u>Unit Cost</u>	<u>Total Cost</u>	<u>Price</u>	<u>Market Value</u>	<u>% of Total Assets</u>
DEVELOPED							
Canada							
CNI	Canadian National Railway	358	39.58	\$14,169	81.05	\$29,016	1.8%
CIGI	Colliers International	533	38.61	\$20,577	56.45	\$30,088	1.9%
MGA	Magna International	544	45.17	\$24,572	46.33	\$25,204	1.6%
MFC	Manulife Financial	1,471	18.35	\$26,988	18.76	\$27,596	1.8%
TOTAL Canada				\$86,306		\$111,903	7.1%
Denmark							
PANDY	Pandora	841	17.11	\$14,390	23.30	\$19,594	1.2%
VWDRY	Vestas Wind Systems	1,121	18.02	\$20,198	30.77	\$34,493	2.2%
TOTAL Denmark				\$34,588		\$54,087	3.4%
France							
ARKAY	Arkema	314	76.51	\$24,025	106.56	\$33,460	2.1%
CGEMY	Cap Gemini	1,537	12.93	\$19,867	20.64	\$31,722	2.0%
RNLSY	Renault	1,432	18.92	\$27,099	18.08	\$25,888	1.6%
SCRYY	SCOR	7,402	3.44	\$25,428	3.96	\$29,305	1.9%
VLECY	Valeo	862	8.39	\$7,235	33.64	\$28,999	1.8%
TOTAL France				\$103,653		\$149,373	9.5%
Germany							
AZSEY	Allianz	1,685	12.28	\$20,692	19.78	\$33,321	2.1%
DPSGY	Deutsche Post	746	33.67	\$25,121	37.60	\$28,050	1.8%
IFNNY	Infineon Technologies	1,589	16.36	\$25,995	21.08	\$33,501	2.1%
LNEGY	Linde	1,853	16.74	\$31,021	18.91	\$35,040	2.2%
TOTAL Germany				\$102,828		\$129,912	8.3%
Ireland							
CRH	CRH	884	35.06	\$30,993	35.47	\$31,355	2.0%
ICLR	ICON	315	54.86	\$17,281	97.79	\$30,804	2.0%
JAZZ	Jazz Pharmaceuticals	174	150.34	\$26,160	155.50	\$27,057	1.7%
RYAAY	Ryanair	320	69.64	\$22,285	107.61	\$34,435	2.2%
TOTAL Ireland				\$96,719		\$123,652	7.9%
Israel							
CHKP	Check Point Software Technologies	259	24.00	\$6,217	109.08	\$28,252	1.8%
TOTAL Israel				\$6,217		\$28,252	1.8%
Japan							
BRDCY	Bridgestone	1,302	17.03	\$22,177	21.54	\$28,042	1.8%
KDDIY	KDDI	1,787	10.19	\$18,212	13.24	\$23,658	1.5%
MIELY	Mitsubishi Electric	862	23.97	\$20,662	28.76	\$24,788	1.6%
MRAAY	Murata Manufacturing Co	725	35.39	\$25,657	37.98	\$27,536	1.8%
NTTY	Nippon Telephone & Telegraph	533	22.55	\$12,017	47.26	\$25,189	1.6%
IX	Orix	353	78.57	\$27,737	77.93	\$27,509	1.8%
SMCAY	SMC Corp.	1,909	13.06	\$24,934	15.20	\$29,011	1.8%
TRYIY	Toray Industries	1,791	16.96	\$30,381	16.74	\$29,976	1.9%
TOTAL Japan				\$181,777		\$215,710	13.7%
Netherlands							
AER	AerCap Holdings	643	15.11	\$9,718	46.43	\$29,854	1.9%
AKZOY	Akzo Nobel	1,153	22.00	\$25,363	28.93	\$33,354	2.1%
NXPI	NXP Semiconductors	267	105.35	\$28,128	109.45	\$29,223	1.9%
ADRNY	Royal Ahold Delhaize	1,075	23.76	\$25,543	19.09	\$20,525	1.3%
TOTAL Netherlands				\$88,752		\$112,957	7.2%
Singapore							

City of Ormond Beach Police Officers Pension - International Equity Portfolio

Ticker	Security Description	Shares/Face	Unit Cost	Total Cost	Price	Market Value	% of Total Assets
DBSDY	DBS Group	502	59.03	\$29,634	60.25	\$30,248	1.9%
	TOTAL Singapore			\$29,634		\$30,248	1.9%
Spain							
ACSAY	ACS Actividades de Construccio	3,548	7.95	\$28,220	7.72	\$27,376	1.7%
	TOTAL Spain			\$28,220		\$27,376	1.7%
United Kingdom							
CUK	Carnival plc	454	55.48	\$25,189	66.12	\$30,018	1.9%
GKNLY	GKN plc	5,971	4.66	\$27,854	4.24	\$25,287	1.6%
PSMMY	Persimmon	596	53.73	\$32,022	58.25	\$34,714	2.2%
UL	Unilever	646	42.07	\$27,176	54.12	\$34,962	2.2%
	TOTAL United Kingdom			\$112,240		\$124,981	8.0%
	TOTAL DEVELOPED			\$870,934		\$1,108,450	70.5%
EMERGING							
China							
CEA	China Eastern Airlines	909	29.19	\$26,535	30.60	\$27,815	1.8%
HTHT	China Lodging Group	529	36.81	\$19,473	80.68	\$42,680	2.7%
NTES	NetEase	90	59.90	\$5,391	300.63	\$27,057	1.7%
	TOTAL China			\$51,399		\$97,552	6.2%
Hong Kong							
CHL	China Mobile	463	46.66	\$21,603	53.09	\$24,581	1.6%
WHGLY	WH Group	1,519	10.75	\$16,329	20.19	\$30,666	2.0%
	TOTAL Hong Kong			\$37,932		\$55,246	3.5%
India							
WIT	Wipro	3,942	6.08	\$23,985	5.20	\$20,498	1.3%
	TOTAL India			\$23,985		\$20,498	1.3%
Mexico							
GBOOY	Grupo Financiero Banorte	940	28.38	\$26,677	31.81	\$29,901	1.9%
BSMX	Grupo Financiero Santander Mexico	3,193	8.31	\$26,540	9.64	\$30,781	2.0%
VLRS	Volaris	1,625	18.85	\$30,636	14.55	\$23,644	1.5%
	TOTAL Mexico			\$83,853		\$84,326	5.4%
Russia							
LUKOY	Lukoil	440	56.74	\$24,967	48.79	\$21,468	1.4%
	TOTAL Russia			\$24,967		\$21,468	1.4%
South Korea							
KB	KB Financial	610	44.17	\$26,946	50.49	\$30,799	2.0%
KEP	Korea Electric Power	943	20.53	\$19,360	17.97	\$16,946	1.1%
SKM	SK Telecom	938	16.02	\$15,027	25.67	\$24,078	1.5%
	TOTAL South Korea			\$61,333		\$71,823	4.6%
Taiwan							
ASX	Advanced Semiconductor Engineering	4,248	4.99	\$21,202	6.31	\$26,805	1.7%
TSM	Taiwan Semiconductor Manufacturing	1,013	14.39	\$14,579	34.96	\$35,414	2.3%
	TOTAL Taiwan			\$35,780		\$62,219	4.0%
Thailand							
KPCPY	Kasikornbank	927	27.57	\$25,555	23.37	\$21,668	1.4%
	TOTAL Thailand			\$25,555		\$21,668	1.4%
	TOTAL EMERGING			\$344,804		\$434,800	27.7%

Portfolio Holdings as of 6/30/2017

City of Ormond Beach Police Officers Pension - International Equity Portfolio

<u>Ticker</u>	<u>Security Description</u>	<u>Shares/Face</u>	<u>Unit Cost</u>	<u>Total Cost</u>	<u>Price</u>	<u>Market Value</u>	<u>% of Total Assets</u>
	TOTAL EQUITIES			\$1,215,738		\$1,543,250	98.2%
	Total Cash			\$28,540		\$28,540	1.8%
	Total Portfolio			\$1,244,278		\$1,571,789	100.0%
	Accrued Income					\$4,315	
	Total Portfolio plus Accrued Income					\$1,576,104	

City of Ormond Beach Police Officers Pension - International Equity Portfolio

Broker	Shares	Value	Cents Per Share	Commission Recapture	Directed	Execution Only	Minority	Research	Soft Dollar	Total Commission
Cowen & Company	6,798	34,947	2.00	0.00	0.00	135.96	0.00	0.00	0.00	135.96
Instinet	3,990	51,118	1.00	0.00	0.00	39.90	0.00	0.00	0.00	39.90
Lynch, Jones, and Ryan	1,597	13,652	5.00	79.85	0.00	0.00	0.00	0.00	0.00	79.85
NatAlliance Securities	379	3,204	1.50	0.00	0.00	5.69	0.00	0.00	0.00	5.69
TOTALS	12,764	102,921	2.05	79.85	0.00	181.55	0.00	0.00	0.00	261.40

City of Ormond Beach Police Officers Pension - International Equity Portfolio

<u>Ticker</u>	<u>Security Description</u>	<u>CGQ Index</u>	<u>CGQ Industry</u>
ACSAY	ACS Actividades de Construccio	48.90	54.00
ADRNY	Royal Ahold Delhaize	9.10	100.00
AER	AerCap Holdings	N/A	N/A
AKZOY	Akzo Nobel	44.80	40.50
ARKAY	Arkema	N/A	N/A
ASX	Advanced Semiconductor Engineering	N/A	N/A
AZSEY	Allianz	69.00	54.50
BRDCY	Bridgestone	16.40	34.80
BSMX	Grupo Financiero Santander Mexico	N/A	N/A
CEA	China Eastern Airlines	N/A	N/A
CGEMY	Cap Gemini	98.10	99.00
CHKP	Check Point Software Technologies	N/A	N/A
CHL	China Mobile	66.40	60.00
CIGI	Colliers International	21.00	25.00
CNI	Canadian National Railway	66.10	75.00
CRH	CRH	33.60	29.70
CUK	Carnival plc	28.00	40.00
DBSDY	DBS Group	15.40	25.00
DPSGY	Deutsche Post	57.80	63.00
GBOOY	Grupo Financiero Banorte	N/A	N/A
GKNLY	GKN plc	96.80	100.00
HTHT	China Lodging Group	N/A	N/A
ICLR	ICON	N/A	N/A
IFNNY	Infineon Technologies	73.10	80.60
IX	Orix	6.10	7.70
JAZZ	Jazz Pharmaceuticals	42.20	49.40
KB	KB Financial	N/A	N/A
KDDIY	KDDI	11.80	1.80
KEP	Korea Electric Power	33.50	29.10
KPCPY	Kasikornbank	N/A	N/A
LNEGY	Linde	75.90	70.60
LUKOY	Lukoil	N/A	N/A
MFC	Manulife Financial	45.20	47.40
MGA	Magna International	16.10	100.00
MIELY	Mitsubishi Electric	11.80	10.80
MRAAY	Murata Manufacturing Co	20.00	28.50
NTES	NetEase	N/A	N/A
NTTY	Nippon Telephone & Telegraph	36.30	14.50
NXPI	NXP Semiconductors	N/A	N/A
PANDY	Pandora	N/A	N/A
PSMMY	Persimmon	70.90	75.40
RNLSY	Renault	64.30	84.10
RYAAY	Ryanair	12.60	25.00
SCRYY	SCOR	N/A	N/A
SKM	SK Telecom	57.60	45.50
SMCAY	SMC Corp.	25.30	25.40
TRYIY	Toray Industries	25.50	26.60
TSM	Taiwan Semiconductor Manufacturing	N/A	N/A
UL	Unilever	69.90	60.00
VLEEY	Valeo	81.80	97.10
VLRS	Volaris	N/A	N/A
VWDRY	Vestas Wind Systems	52.60	57.50
WHGLY	WH Group	N/A	N/A
WIT	Wipro	N/A	N/A