

## Longleaf Partners Fund (LLPFX)

**Date of Holdings\*** December 31, 2021  
**Benchmark** S&P 500

## Portfolio Overview

	Disclosure <i>Share of Disclosing Holdings Reporting Scope 1 &amp; 2<sup>2</sup> (Number/Weight)</i>	Emission Exposure (tCO <sub>2</sub> e/\$million) <sup>1</sup>		Relative Emission Exposure <sup>4</sup>	
		<i>Scope 1 &amp; 2<sup>2</sup></i>	<i>Including Scope 3<sup>3</sup></i>	<i>tCO<sub>2</sub>e / NTM Net Income (mm USD)</i>	<i>tCO<sub>2</sub>e / Enterprise Value (mm USD)</i>
Portfolio	73.7% / 79.7%	212.3	275.5	3,046.5	127.1
Benchmark	73.5% / 85.4%	44.0	200.4	975.8	30.0

## Top 10 Contributors to Portfolio Emissions

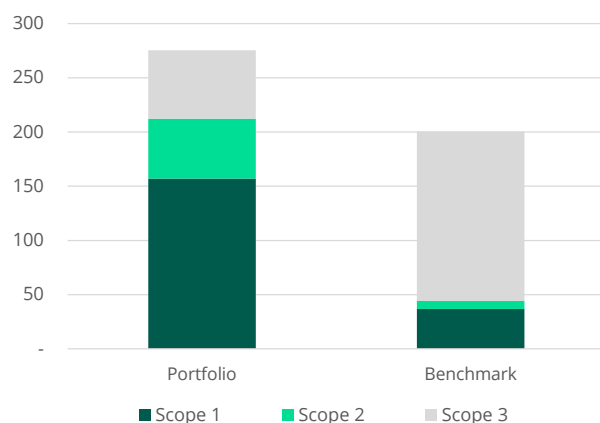
tCO<sub>2</sub>e Scope 1 & 2

	Contribution to Portfolio Exposure <sup>5</sup>	Portfolio Weight
Holcim (HOLN-CH)	48.5%	2.8%
CK Hutchison (1-HK)	9.9%	4.5%
Lumen (LUMN-US)	9.0%	11.8%
FedEx (FDX-US)	7.9%	7.1%
CNX Resources (CNX-US)	7.8%	5.0%
Williams (WMB-US)	6.9%	3.9%
Hyatt (H-US)	6.5%	5.2%
MGM Resorts (MGM-US)	1.0%	6.2%
Mattel (MAT-US)	0.7%	7.0%
GE (GE-US)	0.5%	5.7%
<b>Total</b>	<b>98.9%</b>	<b>59.1%</b>

## Top 10 Emission Intense Companies

tCO<sub>2</sub>e Scope 1 & 2 Carbon Intensity

	Emission Intensity <sup>6</sup>	MSCI ESG Relative Peer Group Score <sup>7</sup> (0-10; 10=Best)
Holcim (HOLN-CH)	4,469.0	3.0
Williams (WMB-US)	1,546.6	3.5
CNX Resources (CNX-US)	960.6	6.5
Hyatt (H-US)	625.3	5.0
CK Hutchison (1-HK)	339.0	7.0
FedEx (FDX-US)	192.8	8.8
MGM Resorts (MGM-US)	144.2	0.0
Lumen (LUMN-US)	100.6	5.0
Douglas Emmett (DEI-US)	78.3	5.0
Mattel (MAT-US)	36.2	7.0

Emissions Exposure  
(tCO<sub>2</sub>e/\$Million)Relative Sector Contribution to Emissions<sup>5</sup>tCO<sub>2</sub>e Scope 1 & 2

	Portfolio	Benchmark
Materials	48.5%	12.3%
Industrials	18.7%	10.8%
Energy	14.8%	20.8%
Communication Services	9.3%	1.2%
Consumer Discretionary	8.3%	3.3%
Real Estate	0.3%	0.6%
Health Care	0.1%	1.0%
Financials	0.1%	5.7%
Information Technology	0.0%	1.8%
Utilities	0.0%	38.6%
Consumer Staples	0.0%	3.8%
<b>Total</b>	<b>100.0%</b>	<b>100.0%</b>

Source: MSCI, Factset and Southeastern Asset Management

\* Portfolio holdings as of December 31, 2021; the data is most recently available information provided by MSCI and/or Factset as of December 31, 2021.

## Carbon Footprint Report Continued

Company	Type of Scope Reported <sup>8</sup>	Southeastern Engaged on Climate Reporting	Date Engagement Began	Engagement Progress
Lumen (LUMN-US)	1,2 & 3	No	-	We are highly engaged on multiple matters, but haven't needed to engage on carbon reporting. Scope 1, 2 & 3 reporting, CDP disclosure, TCFD and SASB compliant. Science-based targets (SBT) to reduce Scope 1/2 by 18% and Scope 3 by 10% by 2025.
FedEx (FDX-US)	1,2 & 3	Yes	1Q13	Reports scope 1, 2 & 3; CDP disclosure; meets TCFD and SASB standards and committed to Carbon Neutrality by 2040 with clear near-term goals (vehicle electrification, sustainable fuels, fuel conservation and aircraft modernization, sustainable facilities, natural carbon sequestration). We are directly engaged regarding carbon capture through regenerative farming.
Mattel (MAT-US)	1&2	Yes	3Q17	Reports scope 1 & 2; CDP disclosure; GHG emissions reduction goals (20% by 2023, 50% by 2028); various waste reduction targets; goal of 100% bio-based plastic in materials/packaging by 2030.
MGM Resorts (MGM-US)	1&2	Yes	3Q20	CDP disclosure; committed to quantifying and reporting Scope 3 emissions + climate and water risk reduction. Expanding disclosure in line with SASB, TCFD and GRI in CY2021. Clear GHG emissions reductions by 2025 goals.
Affiliated Managers Group (AMG-US)	1, 2 & 3	Yes	3Q21	Report scope 1, 2 & 3, CDP disclosure (not TCFD, though considering it), 5-year 5% GHG emissions reduction by 2023 target; responsible procurement efforts in place. Continued active dialogue with company on TCFD and SASB frameworks to further commit to GHG reductions.
GE (GE-US)	1, 2 & 3	Yes	1Q20	Reports scope 1, 2 & 3; CDP disclosure; CA100+ and direct engagement: announced carbon neutral by 2030 commitment in 2020; in May 2021, supported shareholder resolution for setting near-term goals and scope 3 transparency.
Discovery (DISCA-US)	Non-Reporting	Yes	4Q21	Company tracks internally but have not publicly reported. We are engaged with the company on reporting its carbon emissions. The company has purchased both RECs and carbon offsets to account for 100% of Scope 1 & 2 emissions, and certain Scope 3 emissions, achieving carbon neutrality and committed to achieving this goal annually going forward.
Hyatt (H-US)	1, 2 & 3	Yes	1Q21	Report Scope 1, 2 & 3 (new); CDP disclosure. MSCI has not updated their data, but company is now reporting a portion of scope 3 emissions at franchised hotels. Committed to SBTi in 1Q21.
Douglas Emmett (DEI-US)	1&2	Yes	3Q20	MSCI does not have emissions reporting data but company reports scope 1 & 2 in their annual sustainability report. We are engaged with the company on its carbon emissions and water usage reduction goals and renewable energy efforts. Committed to reducing per square foot electricity usage by 20% by 2029.
IAC (IAC-US)	1, 2 & 3	Yes	4Q21	Scope 1, 2 & 3, reported emissions for first time setting a baseline and committed to being carbon neutral in 2021. We have not yet engaged with the company at this new position but have engaged with MSCI ESG which shows them as non-reporting, yet the company has reported in their most recent annual sustainability report. This should be reflected in 2022, as a result of our engagement.

See Next Page for Important Disclosures and Definitions

## Disclosures

Environmental, Social and Governance (ESG) is qualitative and subjective by nature, and there is no guarantee that the criteria utilized, or judgment exercised, by Southeastern Asset Management will reflect the beliefs or values of any particular investor. Information regarding responsible practices may be obtained through voluntary or third-party reporting, which may not be accurate or complete, and Southeastern Asset Management may be dependent on such information to evaluate a company's commitment to, or implementation of, responsible practices. Socially responsible norms differ by region. Past performance is not a guarantee or reliable indicator of future results. This material contains the current opinions of Southeastern Asset Management and such opinions are subject to change without notice. This material is distributed for informational purposes only and should not be considered as investment advice or a recommendation of any particular security, strategy or investment product.

- 1) tCO<sub>2</sub>e (metric tons of carbon dioxide equivalent) is the unit of measure for the amount of greenhouse gasses emitted during a given period.
- 2) Scope 1 & 2: Scope 1 emissions are those from sources owned or controlled by the company, typically direct combustion of fuel as in a furnace or vehicle. Scope 2 emissions are those caused by the generation of electricity purchased by the company. The numbers in this table are calculated as total emissions in parts per million per dollar of market value invested in the portfolio or benchmark portfolio.
- 3) Scope 3: . Scope 3 emissions include an array of indirect emissions resulting from activities such as business travel, distribution of products by third parties, and downstream use of a company's products (i.e. by customers). The numbers in this table are calculated as total emissions in parts per million per dollar of market value invested in the portfolio or benchmark portfolio.
- 4) Calculated as the weighted average of Scope 1 and Scope 2 emissions on a per USD million of Enterprise Value and on a per USD million of consensus estimated next twelve months Net Income.
- 5) Calculated as percent of total emissions attributable to the portfolio or the same investment amount in the benchmark portfolio.
- 6) Emission Intensity: This figure represents the company's most recently reported or estimated Scope 1 + Scope 2 greenhouse gas emissions normalized by sales in USD.
- 7) Relative Peer Group Score: This figure represents the company's carbon emissions intensity relative to its Industry peers, as defined by MSCI, on a 0-10 scale. A score of 10 represents best-in-class performance, meaning the company has among the very lowest carbon intensity figures in their respective industry. A score of 5 represents emissions intensity in line with industry peers. A score of 0 represents worst-in-class performance, meaning the company has among the very highest carbon emissions intensity figures in the industry. Where actual emissions data is not available, the company is scored based on MSCI's carbon emissions estimation model.
- 8) "Non-Reporting" indicates that the Scope 1 and/or Scope 2 numbers were estimated by MSCI and not reported by the company.

Sources of data: FactSet Portfolio Analytics and/or MSCI ESG data.

## Risks

The Longleaf Partners Fund is subject to stock market risk, meaning stocks in the Fund may fluctuate in response to developments at individual companies or due to general market and economic conditions. Also, because the Fund generally invests in 15 to 25 companies, share value could fluctuate more than if a greater number of securities were held. Mid-cap stocks held may be more volatile than those of larger companies.

## Notice and Disclaimer for MSCI ESG Data

This report contains information (the "Information") sourced from MSCI Inc., its affiliates or information providers (the "MSCI Parties") and may have been used to calculate scores, ratings or other indicators. The Information is for internal use only, and may not be reproduced/re-disseminated in any form, or used as a basis for or a component of any financial instruments or products or indices. The MSCI Parties do not warrant or guarantee the originality, accuracy and/or completeness of any data or Information herein and expressly disclaim all express or implied warranties, including of merchantability and fitness for a particular purpose. The Information is not intended to constitute investment advice or a recommendation to make (or refrain from making) any investment decision and may not be relied on as such, nor should it be taken as an indication or guarantee of any future performance, analysis, forecast or prediction. None of the MSCI Parties shall have any liability for any errors or omissions in connection with any data or Information herein, or any liability for any direct, indirect, special, punitive, consequential or any other damages (including lost profits) even if notified of the possibility of such damages.

LLP001287

Expires 12/31/2022