

# QUANTITATIVE INTERNATIONAL EQUITY

## QUARTERLY COMMENTARY

### HIGHLIGHTS

- International stocks (as represented by the MSCI World ex U.S. Index) fell -0.6% during the quarter.
- The Glenmede Quantitative International Equity strategy performed in-line with the MSCI World ex U.S. Index for the quarter.
- The strategy reflected stock selection outperformance in 4 of 11 sectors relative to the MSCI World ex U.S. Index. The most positive relative performances were in the Consumer Discretionary and Consumer Staples sectors. The most negative relative performances were in the Health Care and Materials sectors.

The Glenmede Quantitative International Equity (Local Currency) Composite had a total return for Second Quarter 2024 of -0.6% (net of fees). On a relative basis, the Quantitative International Equity Composite performed in-line with the MSCI World ex U.S. Index.

In the Second Quarter 2024, the MSCI World ex U.S. Index had a total return of -0.6% (US\$ equivalent). Investor sentiment was mixed in response to hawkish Fed comments, signs of slowing economic growth, positive earnings surprises and AI exuberance. The cap-weighted index outperformed the average stock (-1.4%, equal-weighted) by about +0.8%. The MSCI EAFE Value Index (+0.0%) outperformed the MSCI EAFE Growth Index (-0.8%) by about +0.8%. For the quarter, the best performing sectors in the MSCI World ex U.S. Index were Health Care (+4.8%) and Financials (+2.7%). The worst performing sectors were Consumer Discretionary (-8.4%) and Real Estate (-6.3%). The best performing countries in the MSCI World ex U.S. Index were Portugal (+9.6%) and Norway (+7.2%), and the worst performing countries were Israel (-10.3%) and France (-6.8%).

For the quarter, the strategy had mixed contributions from multi-factor stock ranking models, including biases towards companies with lower valuations. The strategy was unfavorably impacted from relatively lower market capitalizations versus the cap-weighted index. The strategy reflected stock selection outperformance in 4 of 11 sectors relative to the MSCI World ex U.S. Index. The most positive relative performances were in the Consumer Discretionary and Consumer Staples sectors. The most negative relative performances were in the Health Care

and Materials sectors. Industry group biases had net negative impact on performance, including overweightings in Consumer Discretionary and underweightings in Information Technology stocks. Country allocations had relatively neutral impacts on performance.

Although recession risks are elevated, we expect positive corporate earnings growth for 2024 supported by declining inflation, prudent fiscal policy and monetary actions. However, geopolitical risks can have significant global economic and financial impacts. Currently, our leading industry group indicators target overweightings in Consumer Discretionary, Health Care, Materials and Utilities, and underweightings in Industrials, Financials and Consumer Staples. We believe this strategy is well positioned with its multifactor approach favoring stocks with more attractive valuations, high cash flows, strong fundamentals, positive earnings/revenue estimate trends and favorable technicals.

## QUANTITATIVE INTERNATIONAL EQUITY Composite Performance (%)

As of 6/30/2024	QTD	YTD	1 YEAR	3 YEAR*	5 YEAR*	10 YEAR*	SINCE INCEPTION* (3/31/2021)
Glenmede (Gross)	-0.4	7.2	14.4	5.6	n/a	n/a	6.8
Glenmede (Net)	-0.6	6.8	13.6	4.9	n/a	n/a	6.0
MSCI World, ex US	-0.6	5.0	11.2	2.8	n/a	n/a	4.4

\*Annualized

Glenmede Investment Management, LP claims compliance with the Global Investment Performance Standards (GIPS®).

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Past performance is not indicative of future performance and may be lower or higher than the performance quoted. All of the composites' valuations and returns are computed and stated in U.S. Dollars. Net numbers are net of max allowable management fee for this strategy. Additional information regarding the Firm's policies for valuing portfolios, calculating performance and preparing compliant presentations, is available upon request. A GIPS® compliant presentation, as well as a complete list of firm composites and performance, can be requested from GIM Client Service at 215.419.6662. Please see the GIPS® presentation for further explanation.

The MSCI World ex US Index is a free float-adjusted market capitalization index that is designed to measure the equity market performance of developed markets, excluding the US. The MSCI World ex US Index consists of the following 22 developed market country indices: Australia, Austria, Belgium, Canada, Denmark, Finland, France, Germany, Hong Kong, Ireland, Israel, Italy, Japan, the Netherlands, New Zealand, Norway, Portugal, Singapore, Spain, Sweden, Switzerland, and the United Kingdom. One cannot invest directly in an index. One cannot invest directly in an index.

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