

QUANTITATIVE U.S. LARGE CAP GROWTH EQUITY QUARTERLY COMMENTARY

HIGHLIGHTS

- Large Cap Growth stocks (as represented by the Russell 1000 Growth Index) rose +8.3% during the quarter.
- The Glenmede Quantitative U.S. Large Cap Growth Equity strategy underperformed the Russell 1000 Growth Index by -6.5% net of fees for the quarter.
- The strategy had stock selection outperformance in 4 of 10 sectors versus the cap-weighted index. The most positive relative contributions were in the Communication Services and Industrials sectors. The most negative relative contributions were in the Information Technology and Consumer Discretionary sectors.

The Glenmede Quantitative U.S. Large Cap Growth Equity Composite had a total return for Second Quarter 2024 of +1.8% (net of fees). The Quantitative U.S. Large Cap Growth Equity Composite underperformed the Russell 1000 Growth Index by -6.5%.

For the Second Quarter 2024, the S&P 500 and Russell 1000 Growth Indexes had total returns of +4.3% and +8.3%, respectively. Although the capitalization-weighted indexes had positive returns, most US stocks had negative returns. The Magnificent 7 contributed 99.7% (831 basis points) to the total return of the Russell 1000 Growth Index. The outperformance of the cap-weighted index versus the average stock (-3.7%, equal-weighted) of about +12.1% was the largest quarterly spread since the inception of the index in 1979. Investor sentiment was mixed in response to hawkish Fed comments, signs of slowing economic growth, positive earnings surprises and AI exuberance. Inflation data continued to improve with core PCE declining to 2.6% (year/year). The 10-Year Treasury yield increased by about 0.2% to 4.4% while stock market volatility as measured by the CBOE VIX decreased from about 13.0 to 12.4. For First Quarter 2024 results, about 80% of Russell 1000 Growth companies reported positive earnings surprises. In the Second Quarter, the Russell 1000 Growth Index outperformed the Russell 1000 Value Index (-2.2%) by about +10.4%. In the quarter, the best performing sectors in the Russell 1000 Growth Index were Information Technology (+15.2%) and Communication Services (+13.6%). The worst performing sectors were Materials (-7.2%) and Industrials (-5.3%).

For the quarter, the strategy had negative contributions from multi-factor stock selection models, including biases towards lower valuations. The strategy was unfavorably impacted from relative underexposures to the Magnificent 7 and lower market capitalizations versus the Russell 1000 Growth Index. The strategy had stock selection outperformance in 4 of 10 sectors versus the cap-weighted index. The most positive relative contributions were in the Communication Services and Industrials sectors. The most negative relative contributions were in the Information Technology and Consumer Discretionary sectors. Industry group biases had minor impacts on performance.

The latest U.S. real GDP estimate for First Quarter was +1.4% versus +3.4% for the Fourth Quarter. The quarter reflected gains in personal consumption expenditures (+1.5%), fixed investment (+7.0%), gross government spending (+1.8%), and exports (+1.6%). Imports (+6.1%) was a detractor. For 2024, many economists project real GDP growth in a range of 2.0% to 2.5% and CPI of 3.0% to 3.5%. We expect positive corporate profit growth of 4% to 7% supported by high employment, declining inflation, and prudent Fed monetary policy. 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 U.S. LARGE CAP GROWTH EQUITY Composite Performance (%)

As of 6/30/2024	QTD	YTD	1 YEAR	3 YEAR*	5 YEAR*	10 YEAR*	SINCE INCEPTION* (12/31/02)
Glenmede (Gross)	2.0	12.5	25.3	9.1	15.5	14.4	13.1
Glenmede (Net)	1.8	12.1	24.4	8.3	14.6	13.6	12.3
Russell 1000 Growth	8.3	20.7	33.5	11.3	19.3	16.3	12.8

*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 Glenmede Quantitative U.S. Large Cap Growth Equity Composite objective is to provide maximum long-term return with reasonable risk to principal, by investing in domestic stocks of the Russell 1000 Growth universe. The Russell 1000 Growth Index is an unmanaged, market value weighted index, which measures performance of the largest 1,000 companies in the market. Returns include the reinvestment of dividends and other income. One cannot invest directly in an index.

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