

Global Equity ADR



Monthly Update | May 2025

Composite Performance (% Total Return)

Periods ended May 31, 2025	1 Month	YTD	1 Year	3 Years	5 Years	10 Years	Since Inception
HL Global Equity ADR (Gross)	5.08	5.42	13.77	13.51	10.97	10.24	9.63
HL Global Equity ADR (Net)	5.08	5.00	12.85	12.62	10.12	9.37	8.74
MSCI All Country World Index	5.81	5.54	14.16	12.82	13.88	9.79	7.84
MSCI World Index	5.99	5.18	14.21	13.71	14.71	10.49	8.05

The composite performance returns shown are preliminary. Returns are annualized for periods greater than one year. Global Equity ADR composite inception date: November 30, 1989 corresponds to that of the linked Global Equity composite. MSCI All Country World Index, the benchmark index, and MSCI World Index, the supplemental index, are shown gross of withholding taxes. Please read the above performance in conjunction with the disclosures on the last page of this report.

Portfolio Positioning (% Weight)

Sector	HL	Index	Relative Weight
Comm Services	16.2	8.4	
Health Care	14.3	9.1	
Industrials	15.2	11.0	
Cash	2.2	—	
Cons Discretionary	10.6	10.7	
Real Estate	1.1	2.0	
Energy	2.1	3.5	
Info Technology	23.1	24.8	
Materials	1.0	3.6	
Utilities	0.0	2.7	
Cons Staples	2.0	6.2	
Financials	12.2	18.0	

Region	HL	Index	Relative Weight
Europe ex EMU	12.4	7.1	
Cash	2.2	—	
Europe EMU	9.9	8.1	
Japan	5.7	5.0	
Pacific ex Japan	2.7	2.5	
Frontier Markets	0.0	—	
Middle East	0.0	0.2	
Emerging Markets	8.5	10.3	
Canada	0.0	2.9	
US	58.6	63.9	

Investment Perspectives

Market

Amid the uncertainty of renewed tariff threats and pauses, global stock markets rose 5.8% in May with the US market leading the way for the first full month since Donald Trump's re-election in November 2024. Year-to-date, non-US market gains have outstripped the US with Europe leading the way, up 21% compared to a 1% gain in the US, in part due to the weakness of the dollar. Trump's proposed "big beautiful" budget bill sparked fears of escalating US debt, compounding the pressure on the dollar caused by erratic trade policy. While macroeconomic and political news dominated the headlines, strong corporate results helped push stocks higher across most sectors. Information Technology (IT) stocks rebounded most, while Health Care was the only sector in negative territory.

Portfolio

In May, both our overweight in Health Care and our stock picking within the poorly performing sector hurt relative returns. UnitedHealth Group (UNH) fell over 25% in the month on reports of a potential US Department of Justice investigation and by the uncertainty around the future profitability of UNH's Medicare Advantage (MA) business. Both developments cloud UNH's future earnings trajectory. We are particularly concerned about the company's ability to manage margin pressure in MA. Although pricing adjustments could help restore margins, they risk dampening future enrollment growth. As a result, we sold our holding.

Ten Largest Holdings

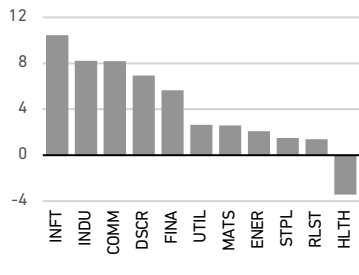
Company	Market	Sector
Microsoft	US	Info Technology
Tencent	China	Comm Services
Alphabet	US	Comm Services
Amazon.com	US	Cons Discretionary
Netflix	US	Comm Services
Sony	Japan	Cons Discretionary
Schneider Electric	France	Industrials
Meta Platforms	US	Comm Services
Vertex Pharmaceuticals	US	Health Care
CME Group	US	Financials

"HL": Global Equity ADR model portfolio. "Index": MSCI All Country World Index.
 "Frontier Markets": Includes countries with less-developed markets outside the index.

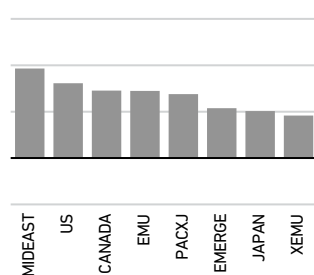
Ten Largest Holdings are the top ten holdings by weight. Please read the disclosures on the last page, which are an integral part of this presentation.

Benchmark Performance | May

Total Return by Sector (%)

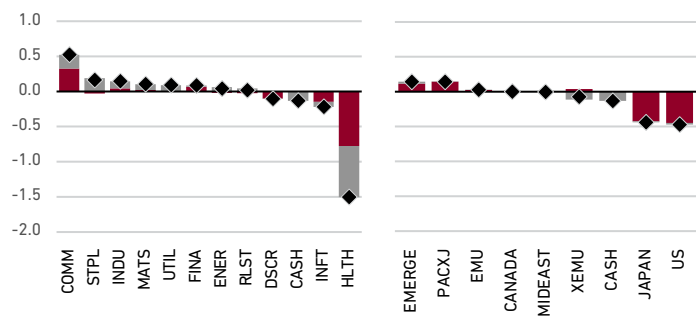


Total Return by Region (%)



Performance Attribution | May

Effect (%)	Selection	Allocation	Total
Sector	-0.6	-0.2	-0.8
Region	-0.5	-0.3	-0.8



- Several of our other Health Care holdings underperformed. Trump's executive order aimed at reducing prescription drug prices weighed on pharmaceutical stocks. **Vertex Pharmaceuticals** shares fell on weaker-than-expected first quarter results. Swiss eye care manufacturer **Alcon** reported disappointing first-quarter growth and reduced its 2025 outlook citing tariff effects.
- In Communication Services, US-based advertising services company **The Trade Desk** delivered strong first quarter results, with revenue up 25% year-over-year, well above consensus expectations.
- In IT, we repurchased **NVIDIA** in the fourth quarter of 2024 and added to our holding in April, but not owning more of it hurt relative returns as it rebounded sharply after posting record results.

Top Five Contributors/Detractors (%) | May to Relative Returns

Contributors	Market	Sector	Index Weight	Effect
Apple*	US	INFT	3.9	0.47
The Trade Desk	US	COMM	<0.1	0.34
Eli Lilly*	US	HLTH	0.8	0.22
Diploma	UK	INDU	–	0.15
Meta Platforms	US	COMM	1.7	0.15

Detractors

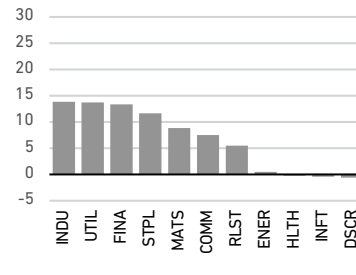
Vertex Pharmaceuticals	US	HLTH	0.1	-0.69
UnitedHealth Group	US	HLTH	0.4	-0.43
NVIDIA	US	INFT	3.9	-0.42
Chugai Pharmaceutical	Japan	HLTH	<0.1	-0.36
Alcon	Switzerland	HLTH	0.1	-0.29

*Company was not held in the portfolio; its absence had an impact on the portfolio's return relative to the index.

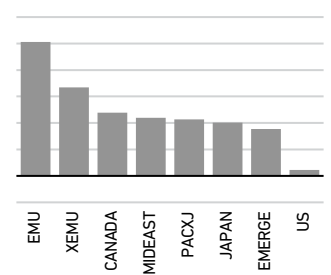
Index weight is the average weight of the security in the index over the MTD and YTD periods. Please read the disclosures on the last page, which are an integral part of this presentation.

Benchmark Performance | YTD

Total Return by Sector (%)

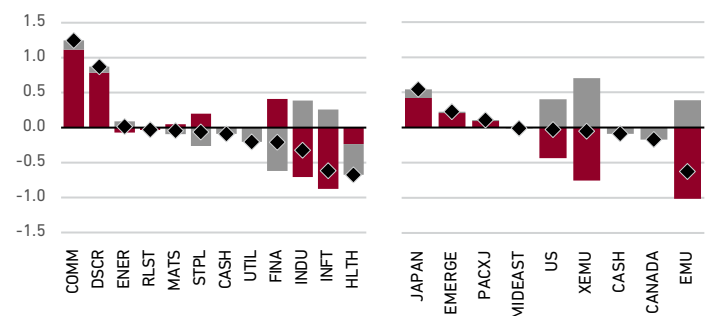


Total Return by Region (%)



Performance Attribution | YTD

Effect (%)	Selection	Allocation	Total
Sector	0.6	-0.7	-0.1
Region	-1.5	1.4	-0.1



- The portfolio has faced strong style headwinds, as stocks in the lower-quality, slower-growth, and cheaper quintiles of the market outperformed.
- In IT, **Salesforce** lagged after guidance suggested that customer uptake of agentic AI might not be happening as quickly as investors originally hoped.
- In Communication Services, streaming platform **Netflix** delivered strong first-quarter results, with management noting that they have not seen headwinds from potentially declining economic conditions in the US.
- The absence of two poorly performing "Magnificent Seven" stocks from our portfolio, Tesla and Apple (the former never held, the latter sold in the first quarter), has added to relative returns.

Top Five Contributors/Detractors (%) | YTD to Relative Returns

Contributors	Market	Sector	Index Weight	Effect
Netflix	US	COMM	0.5	0.95
Apple	US	INFT	4.3	0.91
Sony	Japan	DSCR	0.2	0.43
CME Group	US	FINA	0.1	0.43
Tencent	China	COMM	0.5	0.36

Detractors

UnitedHealth Group	US	HLTH	0.6	-0.82
Globant	US	INFT	–	-0.73
Salesforce	US	INFT	0.4	-0.58
Thermo Fisher Scientific	US	HLTH	0.2	-0.42
Accenture	US	INFT	0.3	-0.34

Sources

Benchmark Performance: FactSet, MSCI Inc.

Sector/Geographic Attribution: Harding Loevner Global Equity ADR composite, FactSet, MSCI Inc.

Sector/Region Positioning and Ten Largest Holdings: Harding Loevner Global Equity ADR model, FactSet, MSCI Inc.

Disclosures

Past performance does not guarantee future results. Invested capital is at risk of loss. The holdings identified do not represent all of the securities purchased, sold, or recommended for advisory clients.

For comparison purposes the composite return is measured against the MSCI All Country World Total Return Index (Gross). From 2001 (when the net index first became available) through December 30, 2012, the index return is presented net of foreign withholding taxes. Beginning December 31, 2012, Harding Loevner LP presents the gross version of the index to conform the benchmark's treatment of dividend withholding with that of the composite. Harding Loevner LP is an investment adviser registered with the Securities and Exchange Commission. Harding Loevner claims compliance with the Global Investment Performance Standards (GIPS®). Harding Loevner has been independently verified for the period November 1, 1989 through December 31, 2024. A firm that claims compliance with the GIPS standards must establish policies and procedures for complying with all the applicable requirements of the GIPS standards. Verification provides assurance on whether the firm's policies and procedures related to composite and pooled fund maintenance, as well as the calculation, presentation, and distribution of performance, have been designed in compliance with the GIPS standards and have been implemented on a firm-wide basis. The Global Equity ADR composite has had a performance examination for the periods December 1, 1989 through December 31, 2024. The verification and performance examination reports are available upon request. Performance data quoted represents past performance; past performance does not guarantee future results. Returns are presented both gross and net of management fees and include the reinvestment of all income. Net returns are calculated using actual fees. The US dollar is the currency used to express performance. For complete information on the construction and historical record of the Global Equity ADR composite, please contact Harding Loevner at (908) 218-7900 or invest@hlmnnet.com. The firm maintains a complete list of composite descriptions, a list of limited distribution pooled fund descriptions, and a list of broad distribution pooled funds, which are available upon request. GIPS® is a registered trademark of CFA Institute. CFA Institute does not endorse or promote this organization, nor does it warrant the accuracy or quality of the content contained herein.

The MSCI All Country World Index is a free float-adjusted market capitalization index that is designed to measure equity market performance in the global developed and emerging markets. The index consists of 47 developed and emerging market countries. The MSCI World Index is a free float-adjusted market capitalization index that is designed to measure global developed market equity performance. The index consists of 23 developed market countries. You cannot invest directly in these indexes.

Companies held in the portfolio at the end of the month appear in bold type; only the first reference to a particular holding appears in bold. The portfolio is actively managed therefore holdings may not be current. They should not be considered recommendations to buy or sell any security. It should not be assumed that investment in the securities identified has been or will be profitable. The portfolio holdings identified above do not represent all of the securities held in the portfolio. To request a complete list of holdings for the past year, please contact Harding Loevner. The following information is available upon request: (1) information describing the methodology of the contribution data and (2) a list showing the weight and relative contribution to return of all holdings during the month.

Portfolio holdings, portfolio attribution, contributors and detractors, and sector/region portfolio positioning are supplemental information only and complement a fully compliant Global Equity ADR composite GIPS Presentation, which is available upon request. Performance attribution and performance of contributors and detractors is gross of fees and expenses. The composite and attribution returns may show discrepancies due to the different data sources for these returns. Composite performance is obtained from Harding Loevner's accounting system and attribution returns are obtained from the FactSet portfolio analysis system. Please note returns from FactSet are not audited for GIPS compliance and are for reference only.

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