

Global Developed Markets Equity



Monthly Update | November 2023

Composite Performance (% Total Return)

Periods ended November 30, 2023	1 Month	YTD	1 Year	3 Years	5 Years	10 Years	Since Inception
HL Global Developed Markets Equity (Gross)	9.92	19.13	13.57	2.88	10.69	10.56	10.87
HL Global Developed Markets Equity (Net)	9.92	18.69	13.16	2.48	10.25	10.12	10.43
MSCI World Index	9.43	18.55	13.56	7.56	10.53	8.88	9.34
MSCI All Country World Index	9.28	17.14	12.58	6.19	9.60	8.15	8.59

The composite performance returns shown are preliminary. Returns are annualized for periods greater than one year. Global Developed Markets Equity composite inception date: September 30, 2013. MSCI World Index, the benchmark index, and MSCI All Country 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	Under / Over
Health Care	20.1	12.2	
Industrials	18.0	10.8	
Comm Services	12.9	7.2	
Cash	3.3	–	
Info Technology	22.3	23.1	
Real Estate	1.1	2.4	
Utilities	0.0	2.6	
Materials	1.2	4.1	
Cons Staples	4.0	7.0	
Energy	1.7	4.7	
Cons Discretionary	7.5	10.8	
Financials	7.9	15.1	

Geography	HL	Index	Under / Over
Europe EMU	13.9	9.1	
Cash	3.3	–	
Emerging Markets	2.0	–	
Europe ex EMU	9.5	8.6	
Frontier Markets	0.0	–	
Middle East	0.0	0.2	
Japan	5.3	6.1	
Pacific ex Japan	2.0	2.9	
Canada	0.0	3.1	
US	64.0	70.0	

Investment Perspectives

Market

Stocks rebounded as inflation data improved, central banks paused rate hikes, and US-China relations appeared less frosty after Presidents Joe Biden and Xi Jinping met. All sectors and regions rose. A rotation to growth stocks boosted Information Technology, while the rise of Industrials shares may be a sign of improving consumer and business sentiment. Falling oil prices pushed the Energy sector lower. By region, stocks fared well across all major markets. Hong Kong was the weakest developed market, weighed down by concerns about China's economy, despite an improvement in the country's retail sales and industrial production data.

Portfolio

Shares of Dutch payment processing firm **Adyen** recovered sharply. Last quarter, shares fell after the company reported margin pressure from recent staffing expansions and lower revenue growth due to competitive pricing pressures in the US ecommerce market. At its November 8 investor day, the company reiterated its long-term strategy and competitive advantage and wowed investors with its forward-looking guidance. Management projected that, through 2026, Adyen would see annual revenue growth in the low-to-high 20% range and beginning in 2024 a gradual expansion of EBITDA margins, which are anticipated to exceed 50% by 2026. Although the guidance is below the targets set by management last year, it is well above the level to which consensus estimates had fallen and consistent with our belief that Adyen's technological edge and superior digital payments platform will enable the company to take share from competitors in a fast-growing industry.

Ten Largest Holdings

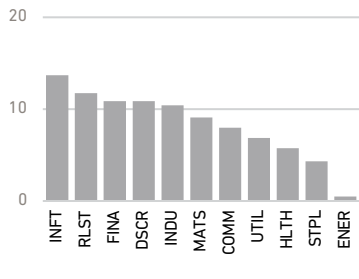
Company	Market	Sector
Schneider Electric	France	Industrials
Alphabet	US	Comm Services
Vertex Pharmaceuticals	US	Health Care
Meta Platforms	US	Comm Services
Amazon.com	US	Cons Discretionary
Microsoft	US	Info Technology
John Deere	US	Industrials
CME Group	US	Financials
UnitedHealth Group	US	Health Care
Danaher	US	Health Care

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

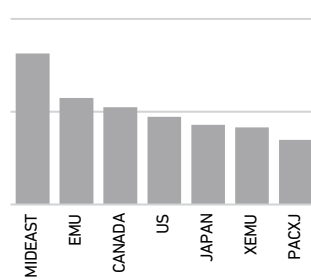
Ten Largest Holdings are the top ten holdings by weight. Please read the disclosures on the last page, which are an integral part of this presentation.

Benchmark Performance | Nov.

Total Return by Sector (%)

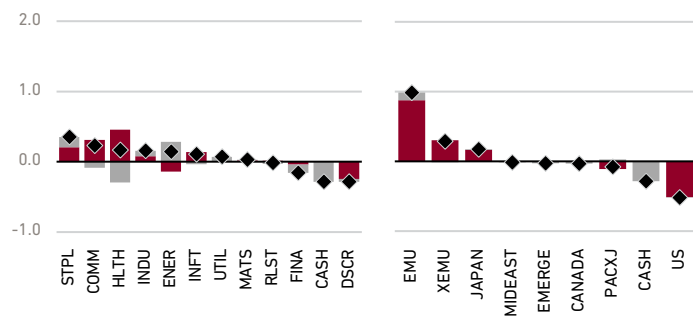


Total Return by Geography (%)



Performance Attribution | Nov.

Effect (%)	Selection	Allocation	Total
Sector	0.8	-0.3	0.5
Geography	0.7	-0.2	0.5



- Strong quarterly results at **Netflix** and **Pinterest** helped power Communication Services stock selection.
- In the Consumer Staples sector, **L'Oréal** shares rose after the company put on an impressive display of its beauty technologies at its capital markets day.
- By region, we outperformed most in Europe inside the eurozone. Shares of Adyen, **Schneider Electric**, and **SAP** all rose sharply after reporting strong results.
- US stock selection hurt as **Vertex Pharmaceutical's** shares dipped after a strong YTD rise, and the stock price of energy services business **SLB** slipped with the decline in oil prices.

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

Contributors	Market	Sector	Index Weight	Effect
Adyen	Netherlands	FINA	<0.1	0.41
Schneider Electric	France	INDU	0.2	0.41
Chugai Pharmaceutical	Japan	HLTH	<0.1	0.17
Diploma	UK	INDU	–	0.13
Danaher	US	HLTH	0.3	0.13

Detractors

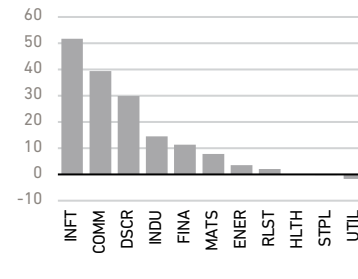
Vertex Pharmaceuticals	US	HLTH	0.2	-0.45
SLB	US	ENER	0.1	-0.29
John Deere	US	INDU	0.2	-0.27
CME Group	US	FINA	0.1	-0.17
Tesla*	US	DSCR	1.2	-0.11

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

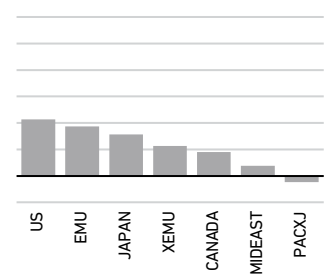
Index weight is the average weight of the security in the index over the MTD and YTD periods. Please read the disclosures on the last page, which are an integral part of this presentation.

Benchmark Performance | YTD

Total Return by Sector (%)

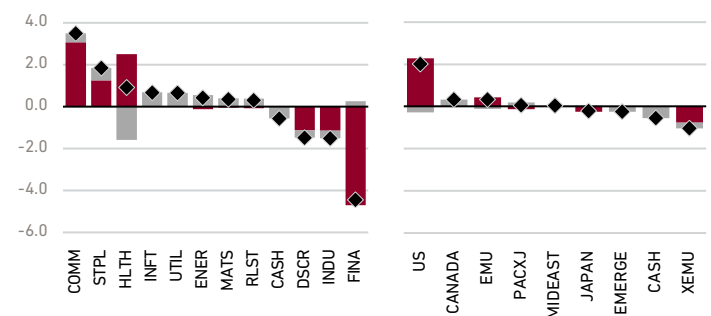


Total Return by Geography (%)



Performance Attribution | YTD

Effect (%)	Selection	Allocation	Total
Sector	-0.4	1.1	0.7
Geography	1.6	-0.9	0.7



- Exposure to SVB Financial Group and First Republic Bank was the largest detractor. SVB was placed into receivership in mid-March following accelerated withdrawals. We sold First Republic, but not before its shares fell drastically in the wake of SVB's collapse.
- Industrials stock selection also hurt relative performance. While **John Deere** continues to report strong results underpinned by good pricing and solid execution, evidence that the agricultural cycle had peaked weighed on its shares, more than offsetting strong gains by other holdings in the sector.
- The surge in spending on applications related to artificial intelligence has benefited several of our holdings, including **Meta Platforms**, **Alphabet**, **Salesforce**, and **Synopsys**.

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

Contributors	Market	Sector	Index Weight	Effect
Meta Platforms	US	COMM	1.0	1.68
Synopsys	US	INFT	0.1	0.67
Schneider Electric	France	INDU	0.2	0.58
Adobe	US	INFT	0.4	0.58
Netflix	US	COMM	0.3	0.51

Detractors

First Republic Bank	US	FINA	<0.1	-2.57
SVB Financial Group	US	FINA	<0.1	-1.95
John Deere	US	INDU	0.2	-1.14
Apple	US	INFT	4.9	-0.84
Genmab	Denmark	HLTH	<0.1	-0.80

Sources

Benchmark Performance: FactSet, MSCI Inc.

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

Sector/Geographic Positioning and Ten Largest Holdings: Harding Loevner Global Developed Markets Equity 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 World Total Return Index (Gross). 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 June 30, 2023. 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 Developed Markets Equity composite has had a performance examination for the periods October 1, 2013 through June 30, 2023. 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 Developed Markets Equity composite, please contact Harding Loevner at (908) 218-7900 or invest@hlmnet.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. As of October 1, 2022, the World Equity Composite was renamed Global Developed Markets Equity Composite.

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. 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. 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/geographic portfolio positioning are supplemental information only and complement a fully compliant Global Developed Markets Equity composite GIPS Presentation, which is available upon request. Performance of contributors and detractors is net of fees, which is calculated by taking the difference between net and gross composite performance for the Global Developed Markets Equity strategy prorated by asset weight in the portfolio and subtracted from each security's return. 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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