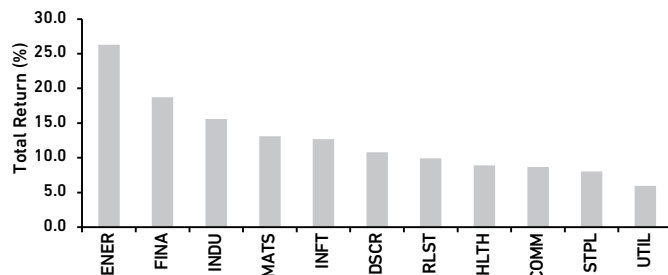


Overshadowed by election coverage and excitement over vaccine breakthroughs, the postponed IPO of China's Ant Group was news investors could be grappling with for some time. Ant, a spinoff of e-commerce giant **Alibaba**, in a challenge to state domination of China's banking system, rose to prominence by making digital payments, loans, insurance, and investments accessible to hundreds of millions of Chinese via their smart phones. Ant's IPO, which had been forecast to be the world's biggest ever, was called off just days before the planned listing, following the Chinese government's publication of prospective online lending guidelines that could require Ant to hold substantially more capital. Disturbingly, it was unclear whether the move reflected regulators' prudential concerns about the stability of the financial system and levels of consumer debt, or if it was designed to put outspoken Alibaba founder Jack Ma in his place. The listing delay caused Alibaba's share price to drop 8%, nearly the entire value of its 33% Ant stake.

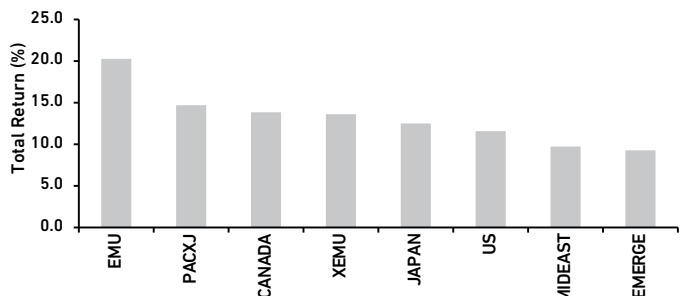
While the Chinese market has been rising, many have become complacent about its political risks. Disruptive businesses like Alibaba and Ant are capitalizing on market opportunities previously overlooked by incumbents and thus by regulators. However, in a system like China's—where policies can shift on a dime—their position is never entirely secure. That said, Alibaba's most recent earnings report showed its core e-commerce business and explosively growing cloud-computing segment remain exceptionally strong.

**PERFORMANCE (% TOTAL RETURN) FOR THE PERIODS ENDED NOVEMBER 30, 2020<sup>1</sup>**

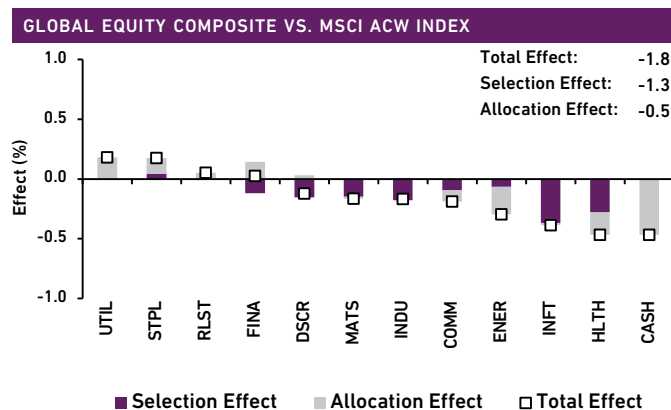
	1 MONTH	YTD	1 YEAR	3 YEARS <sup>2</sup>	5 YEARS <sup>2</sup>	10 YEARS <sup>2</sup>	SINCE INCEPTION <sup>2,3</sup>
HL GLOBAL EQUITY (GROSS OF FEES)	10.54	24.79	29.54	14.45	15.32	12.56	10.59
HL GLOBAL EQUITY (NET OF FEES)	10.53	24.28	29.01	13.97	14.81	12.08	9.94
MSCI ALL COUNTRY WORLD INDEX <sup>4,5</sup>	12.36	11.60	15.58	9.55	11.42	9.98	7.47
MSCI WORLD INDEX <sup>5,6</sup>	12.83	11.72	15.11	10.10	11.48	10.80	7.54

**BENCHMARK PERFORMANCE BY SECTOR – NOVEMBER**


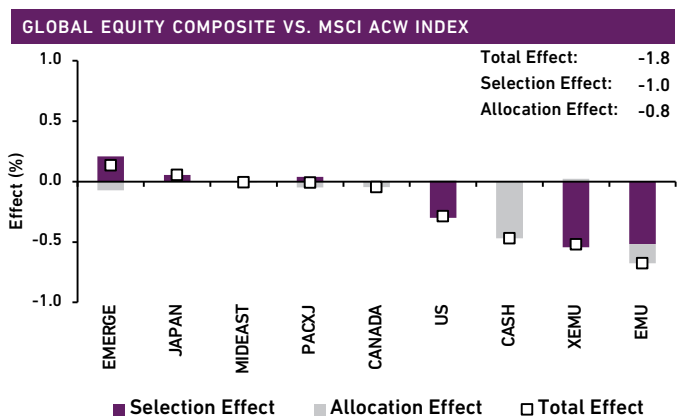
- Energy and Financials (banking stocks in particular) were the best-performing sectors as the market looked ahead to a speedy resumption of normal travel and spending patterns.
- Utilities lagged as the market rotated to more cyclically exposed stocks.

**BENCHMARK PERFORMANCE BY GEOGRAPHY – NOVEMBER**


- The eurozone led market returns as its COVID-19 cases appeared to peak after lockdowns were imposed, and clinical trial results suggested that a semblance of normalcy could be reached by mid-2021.
- China lagged, dragging down the performance of Emerging Markets (EMs) overall.

**PERFORMANCE ATTRIBUTION BY SECTOR – NOVEMBER**


- Our underweight in defensive Consumer Staples helped, as did good stock selection. Our cosmetics holdings (**Shiseido**, **Estée Lauder**, **L'Oréal**) were among the strongest within the sector.
- Our Financials stocks lagged as **First Republic Bank**, a high-quality US bank, was hurt by the market rotation toward cheaper stocks in the sector on the vaccine good news.

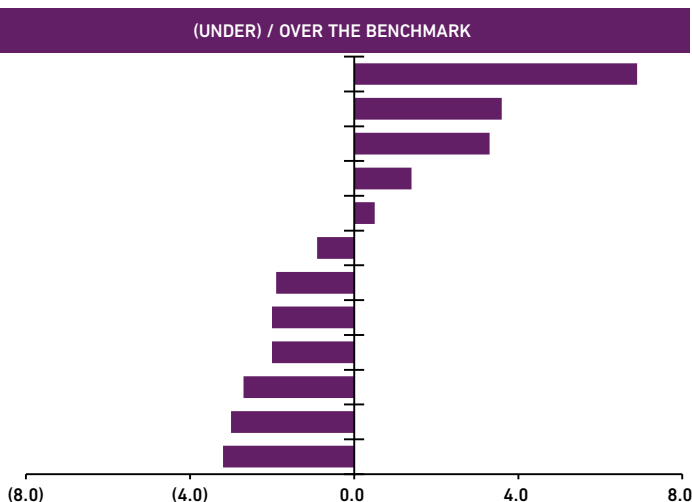
**PERFORMANCE ATTRIBUTION BY GEOGRAPHY – NOVEMBER**


- Stock selection was positive in the EMs, led by India's **HDFC Bank** and **ICICI Bank** and Brazil's **Itaú Unibanco**, whose aggressive loan provisioning positions them well for a post-vaccine recovery.
- Stock selection was weak in the eurozone. **Symrise**, a German supplier of flavors and fragrances, trailed its more cyclically exposed regional counterparts.

Please read the disclosures on the last page, which are an integral part of this presentation.

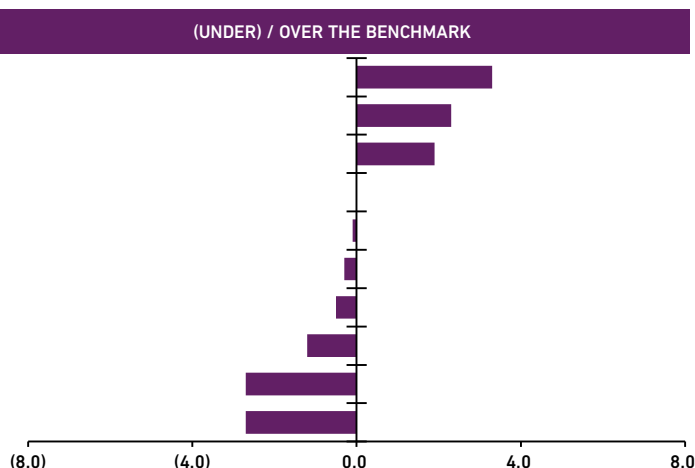
## SECTOR EXPOSURE (%) AT NOVEMBER 30, 2020

SECTOR	HL GLOBAL	MSCI ACWI
HEALTH CARE	18.8	11.9
FINANCIALS	17.1	13.5
CASH	3.3	—
COMM SERVICES	10.8	9.4
INDUSTRIALS	10.4	9.9
MATERIALS	3.9	4.8
CONS DISCRETIONARY	11.0	12.9
ENERGY	1.1	3.1
INFO TECHNOLOGY	19.3	21.3
REAL ESTATE	0.0	2.7
UTILITIES	0.0	3.0
CONS STAPLES	4.3	7.5



## GEOGRAPHIC EXPOSURE (%) AT NOVEMBER 30, 2020

REGION	HL GLOBAL	MSCI ACWI
CASH	3.3	—
EMERGING MARKETS	15.0	12.7
EUROPE EX-EMU	10.0	8.1
FRONTIER MARKETS <sup>7</sup>	0.0	—
MIDDLE EAST	0.0	0.1
JAPAN	6.6	6.9
PACIFIC EX-JAPAN	2.6	3.1
US	56.5	57.7
CANADA	0.0	2.7
EUROPE EMU	6.0	8.7



## ENDNOTES

(1) The November 2020 Composite performance shown is preliminary (2) Annualized returns (3) Inception date: November 30, 1989 (4) The Benchmark Index (5) Gross of withholding taxes (6) Supplemental Index (7) Includes countries with less-developed markets outside the Index.

## SOURCES

Benchmark Performance: FactSet; MSCI Inc. and S&P.

Sector/Geographic Attribution: FactSet; Harding Loevner Global Equity Composite; MSCI Inc. and S&P.

Sector/Geographic Exposure: FactSet; Harding Loevner Global Equity Model; MSCI Inc. and S&P.

## DISCLOSURES

The Global Equity Composite contains fully discretionary, fee-paying equity accounts investing in US and non-US equity and equity-equivalent securities and cash reserves, and is measured against the MSCI All Country World Total Return Index (Gross) for comparison purposes. Harding Loevner LP is an investment adviser registered with the Securities and Exchange Commission. Harding Loevner is an affiliate of Affiliated Managers Group, Inc. (NYSE: AMG), an investment holding company with stakes in a diverse group of boutique firms. 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, 2020. Verification assesses whether (1) the firm has complied with all composite construction requirements of the GIPS standards on a firm-wide basis and (2) the firm's policy and procedures are designed to calculate and present performance in compliance with GIPS standards. The Global Equity Composite has been examined for the periods December 1, 1989 through June 30, 2020. 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 Composite, please contact Harding Loevner at (908) 218-7900 or visit [www.hardingloevner.com](http://www.hardingloevner.com). The firm maintains a complete list and description of composites, which is available upon request.

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 49 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 Indices.

Companies held in the portfolio during 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. To request a complete list of holdings for the past year, please contact Harding Loevner.

Portfolio holdings, portfolio attribution, and sector/geographic allocations are supplemental information only and complement a fully compliant Global Equity Composite GIPS Presentation, which is available upon request. 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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