

Performance (% Total Return)

Periods ended August 31, 2021 ¹	1 Month	YTD	1 Year	3 Years ²	5 Years ²	10 Years ²	Since Inception ^{2,3}
HL Global Equity (Gross)	3.18	17.09	28.73	19.04	19.35	14.77	11.05
HL Global Equity (Net)	3.17	16.75	28.22	18.55	18.83	14.27	10.40
MSCI All Country World Index ^{4,5}	2.53	16.24	29.18	14.89	14.87	11.85	7.95
MSCI World Index ^{5,6}	2.52	18.29	30.33	15.54	15.43	12.75	8.07

Portfolio Positioning (% Weight)

Sector	HL Global	MSCI ACWI	(Under) / Over
Health Care	22.2	11.8	10.4
Cash	2.4	-	2.4
Comm Services	11.8	9.4	2.4
Industrials	11.1	9.7	1.4
Info Technology	23.8	22.7	1.1
Real Estate	1.7	2.7	-1.0
Energy	2.0	3.1	-1.1
Financials	12.6	14.1	-1.5
Utilities	0.6	2.7	-2.1
Cons Discretionary	9.6	12.1	-2.5
Cons Staples	2.2	6.8	-4.6
Materials	0.0	4.9	-4.9

Geography	HL Global	MSCI ACWI	(Under) / Over
US	64.3	59.8	4.5
Cash	2.4	-	2.4
Emerging Markets	13.9	11.9	2.0
Frontier Markets ⁷	0.0	-	0.0
Europe ex-EMU	7.8	8.0	-0.2
Middle East	0.0	0.2	-0.2
Pacific ex-Japan	1.5	2.9	-1.4
Europe EMU	6.7	8.6	-1.9
Japan	3.4	5.8	-2.4
Canada	0.0	2.8	-2.8

Investment Perspectives

Market

Global equity markets posted another month of gains as comments from US Federal Reserve Chairman Powell comforted investors. He indicated that the Fed would move more slowly than expected to reduce its asset purchase program. This support seemed to offset concerns that rising COVID-19 cases, driven by the Delta variant, would dampen economic growth. All regions in the MSCI ACWI delivered positive returns. In Emerging Markets (EMs), China managed to end the month flat after a sharp initial decline due to tighter regulations across several sectors. By sector, Financials led market returns, while increasing expectations that commodity prices will decline due to weaker demand kept a lid on the Materials and Energy sectors.

Portfolio

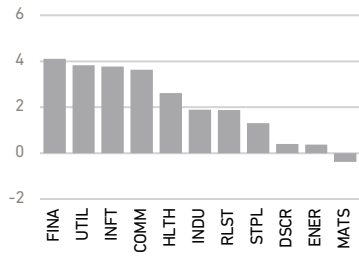
Companies with leading competitive positions and strong pricing power over their customers are often able to do well in an inflationary environment, as they can pass along rising costs to customers. Indeed, two of our Information Technology (IT) holdings announced significant price increases in August. **Microsoft** plans to increase prices by 10-15% for its most popular Office 365 software options, while semiconductor foundry **TSMC** is reportedly planning price hikes of 10% for its most advanced chips and 20% for its less advanced models. These companies joined **PayPal**, which in June announced it was raising the fees it charges merchants for transactions.

Ten Largest Holdings

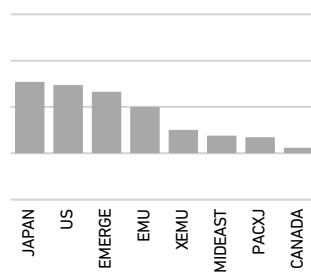
Company	Market	Sector
First Republic Bank	US	Financials
Alphabet	US	Comm Services
Amazon.com	US	Cons Discretionary
John Deere	US	Industrials
SVB Financial Group	US	Financials
Facebook	US	Comm Services
Illumina	US	Health Care
Microsoft	US	Info Technology
Adobe	US	Info Technology
WuXi Biologics	China	Health Care

Benchmark Performance | Aug.

Total Return by Sector (%)

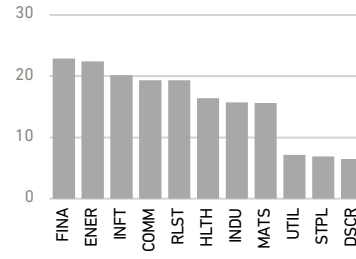


Total Return by Geography (%)

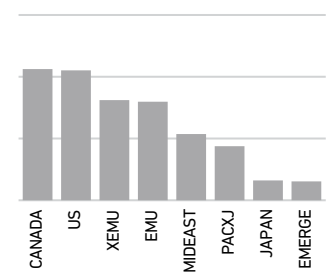


Benchmark Performance | YTD

Total Return by Sector (%)

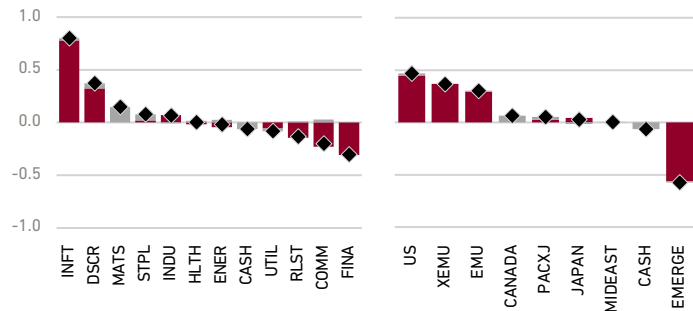


Total Return by Geography (%)



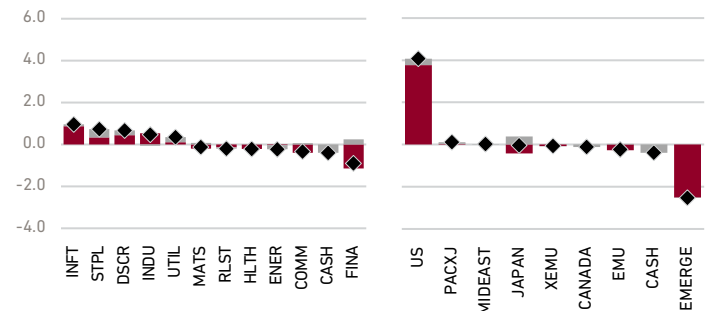
Performance Attribution | Aug.

Effect (%)	Selection	Allocation	Total
Sector	0.4	0.3	0.7
Geography	0.6	0.1	0.7



Performance Attribution | YTD

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



- In IT, software companies **Synopsys** and **Workday** both raised their full-year guidance after reporting stronger-than-expected sales growth. Dutch payments processor **Adyen** reported strong revenue growth, especially in North America.
- We underperformed in EMs, as nearly all of our Chinese holdings detracted from returns. Shares of gaming company **NetEase**, property manager **Country Garden Services**, and **Alibaba** each declined in response to regulatory crackdowns by the Chinese government.
- In the US, enthusiasm for e-commerce stocks boosted shares of **Etsy** and **eBay**, though the latter reported lower-than-expected revenues for the second quarter.

- In IT, PayPal reported strong growth as it continues to roll out new features, while **Adobe** reported accelerating growth due to strong demand for the company's Creative Cloud and Document Cloud offerings.
- In the US, **Alphabet**, which experienced accelerating advertising demand, and IT services company **EPAM**, which reported robust sales growth in demand for digitalization projects, boosted relative returns. Conversely, shares of **Vertex Pharmaceuticals** declined after disappointing clinical-trial outcomes.
- In EMs, Brazil's COVID-19 struggles weighed on stock exchange **B3** and **Itaú Unibanco**. Polish video game developer **CD Projekt**, still impacted by last year's botched *Cyberpunk 2077* launch, detracted.

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

Contributors	Market	Sector	Index Weight	Effect
EPAM	US	INFT	<0.1	0.18
Adyen	Netherlands	INFT	0.1	0.17
Synopsys	US	INFT	0.1	0.16
eBay	US	DSCR	0.1	0.15
Etsy	US	DSCR	<0.1	0.14
Detractors				
Illumina	US	HLTH	0.1	-0.26
NetEase	China	COMM	0.1	-0.15
Country Garden Services	China	RLST	<0.1	-0.13
CME Group	US	FINA	0.1	-0.09
CD Projekt	Poland	COMM	<0.1	-0.09

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

Contributors	Market	Sector	Index Weight	Effect
EPAM	US	INFT	<0.1	0.69
SVB Financial Group	US	FINA	<0.1	0.61
First Republic Bank	US	FINA	<0.1	0.61
Protolabs	US	INDU	-	0.49
Alphabet	US	COMM	2.1	0.47
Detractors				
CD Projekt	Poland	COMM	<0.1	-0.82
TeamViewer	Germany	INFT	<0.1	-0.76
Vertex Pharmaceuticals	US	HLTH	0.1	-0.71
Country Garden Services	China	RLST	<0.1	-0.59
Itaú Unibanco	Brazil	FINA	<0.1	-0.55

Endnotes

(1) The August 2021 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 Positioning and Ten Largest Holdings: FactSet; Harding Loevner Global Equity Model; MSCI Inc. and S&P.

Disclosures

Past performance does not guarantee future results. 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). 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 March 31, 2021. 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 Composite has had a performance examination for the periods December 1, 1989 through March 31, 2021. 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. 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 50 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 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. 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 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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