

Performance (% Total Return)

Periods ended November 30, 2021 ¹	1 Month	YTD	1 Year	3 Years ²	5 Years ²	10 Years ²	Since Inception ^{2,3}
HL International Small Companies Equity (Gross)	-4.19	9.85	18.10	17.47	15.34	12.74	9.90
HL International Small Companies Equity (Net)	-4.27	8.88	16.96	16.22	14.13	11.54	8.71
MSCI All Country World ex-US Small Cap Index ^{4,5}	-4.94	8.72	16.36	13.16	11.17	9.20	5.71

Portfolio Positioning (% Weight)

Sector	HL ISC	MSCI ACW ex-US SC	Under / Over
Info Technology	26.3	12.9	13.4
Health Care	12.6	7.0	5.6
Comm Services	9.3	4.2	5.1
Cons Staples	8.9	5.3	3.6
Cash	2.7	–	2.7
Energy	1.3	2.7	-1.4
Utilities	1.9	3.3	-1.4
Industrials	18.5	21.0	-2.5
Financials	6.5	10.4	-3.9
Materials	6.9	10.8	-3.9
Cons Discretionary	4.2	11.7	-7.5
Real Estate	0.9	10.7	-9.8

Geography	HL ISC	MSCI ACW ex-US SC	Under / Over
Frontier Markets ⁶	9.0	–	9.0
Europe EMU	21.3	14.2	7.1
Europe ex-EMU	30.7	23.7	7.0
Cash	2.7	–	2.7
Other ⁷	1.0	–	1.0
Middle East	1.8	2.3	-0.5
Canada	2.1	6.7	-4.6
Japan	13.4	18.8	-5.4
Emerging Markets	17.5	24.8	-7.3
Pacific ex-Japan	0.5	9.5	-9.0

Investment Perspectives

Market

Worries about sustained inflation, the possibility of interest rate hikes, and the COVID-19 Omicron variant gripped markets in October. Faster-growing and higher-quality small companies outperformed, as investors expect them to navigate choppy economic and financial waters better than their slow-growth, low-quality counterparts. This optimism for “growthier” small caps was reflected in the outperformance of Information Technology (IT)—the only sector to eke out a positive return—and the weakness in Consumer Staples and Energy. By region, small caps in the European Monetary Union were dragged down by another wave of COVID-19 infections and concerns about macroeconomic weakness.

Portfolio

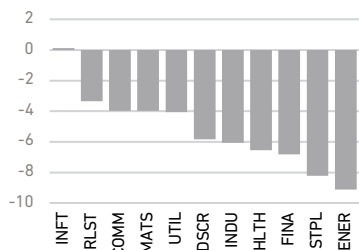
Small caps continued to report good revenue and operating profit growth despite supply chain challenges and rising labor and raw material costs. We think this resilience is due, in part, to their greater agility and nimbleness. For example, Switzerland-based **LEM Holdings**, which specializes in making transducers—devices that monitor and control the flow of electric current—acknowledged margin pressures from increased raw material costs on its third-quarter conference call. However, LEM has been able to offset rising costs and supply chain challenges by moving more production to lower cost manufacturing centers, employing dual sourcing, and working more closely with customers and suppliers on delivery planning.

Ten Largest Holdings

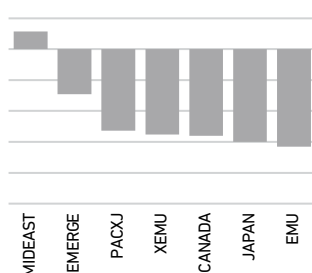
Company	Market	Sector
Reply	Italy	Info Technology
Hoa Phat Group	Vietnam	Materials
TOMRA	Norway	Industrials
STRATEC	Germany	Health Care
Alten	France	Info Technology
Dechra	UK	Health Care
Abcam	UK	Health Care
Bechtle	Germany	Info Technology
Vaisala	Finland	Info Technology
Kinaxis	Canada	Info Technology

Benchmark Performance | Nov.

Total Return by Sector (%)

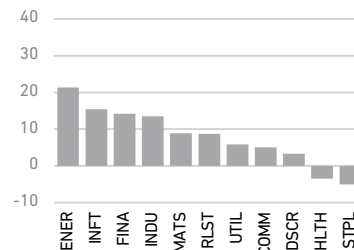


Total Return by Geography (%)

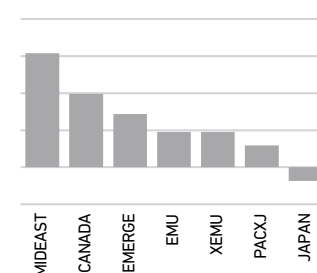


Benchmark Performance | YTD

Total Return by Sector (%)

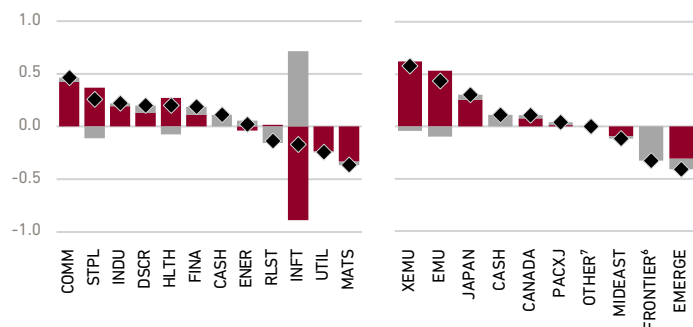


Total Return by Geography (%)



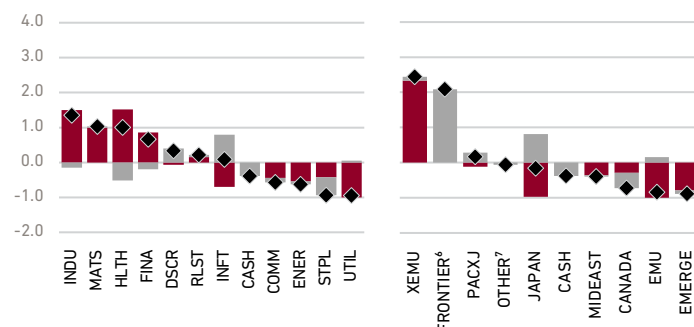
Performance Attribution | Nov.

Effect (%)	Selection	Allocation	Total
Sector	0.0	0.7	0.7
Geography	1.1	-0.4	0.7



Performance Attribution | YTD

Effect (%)	Selection	Allocation	Total
Sector	1.9	-0.6	1.3
Geography	-1.2	2.5	1.3



- In Industrials, Norway-based **TOMRA**, the leading global maker of recycling and sorting machines, reported topline revenue growth as more European countries implement new collection schemes for bottles and other recyclables.
- YouGov**, the UK-based online market research and data analytics company, reported accelerating sales growth as media spending rebounded.
- Hoa Phat Group**, the Vietnamese steelmaker, gave back some of its strong year-to-date performance as steel prices declined.
- Shares of **Globant**, the Argentine IT services company, fell ahead of MSCI removing Argentina from its EM index, designating it a standalone frontier market on November 30.

- A new plant has enabled Hoa Phat Group to profitably meet skyrocketing demand fueled by a domestic building boom.
- Italian IT services provider **Reply** reported strong growth as its focus on cloud computing and mobile payments offset slowdowns in its manufacturing and tourism customer segments.
- In Communication Services, Swedish video game company **Paradox Interactive** reported weaker-than-expected earnings as it dealt with the repercussions from delayed and cancelled games.
- In IT, **TeamViewer**, the German remote software company, reported slower-than-expected growth as the COVID-19-related tailwind for its remote work products decreased and as competition for its small business product remained intense.

Top Five Contributors/Detractors (%) | Nov.

to Relative Returns

Contributors	Market	Sector	Index Weight	Effect
YouGov	UK	COMM	-	0.26
TOMRA	Norway	INDU	0.2	0.25
LEM Holdings	Switzerland	INFT	<0.1	0.23
Vaisala	Finland	INFT	-	0.23
Reply	Italy	INFT	0.1	0.16

Detractors

Hoa Phat Group	Vietnam	MATS	-	-0.35
Senior	UK	INDU	<0.1	-0.34
Globant	Argentina	INFT	-	-0.27
Network International	UK	INFT	<0.1	-0.15
Rubis	France	UTIL	0.1	-0.14

Top Five Contributors/Detractors (%) | YTD

to Relative Returns

Contributors	Market	Sector	Index Weight	Effect
Hoa Phat Group	Vietnam	MATS	-	1.87
Reply	Italy	INFT	0.1	1.44
Alten	France	INFT	0.1	0.66
Bossard	Switzerland	INDU	<0.1	0.62
Dechra	UK	HLTH	0.1	0.62

Detractors

Paradox Interactive	Sweden	COMM	<0.1	-1.32
Rubis	France	UTIL	0.1	-1.01
TeamViewer	Germany	INFT	-	-0.84
Fuchs Petrolub	Germany	MATS	-	-0.73
Ariake	Japan	STPL	<0.1	-0.61

Endnotes

(1) The November 2021 Composite performance shown is preliminary (2) Annualized returns (3) Inception date: December 31, 2006 (4) The benchmark index (5) Gross of withholding taxes (6) Includes countries with less-developed markets outside the index (7) Includes companies classified in countries outside the index.

Sources

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

Sector/Geographic Attribution: FactSet; Harding Loevner International Small Companies Composite; MSCI Inc. and S&P.

Sector/Geographic Positioning and Ten Largest Holdings: FactSet; Harding Loevner International Small Companies 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 ex-US Small Cap 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, 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 International Small Companies Composite has had a performance examination for the periods January 1, 2007 through June 30, 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 International Small Companies 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 ex-US Small Cap Index is a free-float market capitalization index that is designed to measure small cap developed and emerging market equity performance. The index consists of 49 developed and emerging market countries and is comprised of companies that fall within a market capitalization range of USD 34-12,128 million (as of September 30, 2021). You cannot invest directly in this index.

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 International Small Companies 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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