

FUND OVERVIEW

The GMO Global Asset Allocation Fund seeks total return greater than that of the GMO Global Asset Allocation Index, an internally-maintained index computed by GMO, consisting of 65% MSCI All Country World Index and 35% Bloomberg Barclays U.S. Aggregate Bond Index.

The Fund uses both top down and bottom-up valuation methodologies to value asset classes, countries and individual securities in order to allocate assets to undervalued countries, currencies and securities around the world.

FUND FACTS

Fund Identifier (Class III):

Ticker: GMWAX

Cusip: 362007 17 1

Inception: 10/22/96

Benchmark: GMO Global Asset Allocation Index

Assets: \$1.8 Billion

Portfolio Management:

Ben Inker

Risks:

Risks associated with investing in the Fund may include Management and Operational Risk, Market Risk – Equities, Non-U.S. Investment Risk, Market Risk – Fixed Income Investments, and Derivatives and Short Sales Risk. For a more complete discussion of these risks and others, please consult the Fund's prospectus.

About GMO:

Founded in 1977, GMO is an independently-owned, global institutional investment manager dedicated to providing our clients with superior investment advice and performance.

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OUR INVESTMENT PHILOSOPHY



One true advantage: the long horizon

Investors have one true advantage: their long investment horizon. The long horizon frees investors from the pressure to make short-term market predictions and tactical portfolio moves. It also gives investors the flexibility to be dynamic and change portfolio allocations to reflect the current opportunity set.



Overpaying is the greatest risk

A robust understanding of valuation lies at the heart of our investment approach. We believe that mean reversion around intrinsic value is the closest thing to the law of gravity that we have in finance. Paying too much for an asset limits its long-term return potential and eliminates the investor's margin of safety, thereby increasing the probability of permanently impairing the investor's capital. We aim to avoid this.



Career risk governs the short run

At GMO, we are distinguished by our willingness to stand apart from the market consensus. In the effort to protect their careers, many professional investors remain close to benchmarks or peer groups to avoid taking risks that may lead them to underperform. Such activity often creates opportunities for us as contrarian investors to buy underappreciated, unpopular assets and avoid expensive ones.

KEYS TO OUR INVESTMENT APPROACH

The Fund is managed by GMO's Asset Allocation team, which leverages the strengths of investment teams across the firm and has nearly three decades of experience managing multi-asset class portfolios.

Anchor to Valuation

Our 7-year asset class forecasts form the foundation of our investment process, providing a valuation framework to assess the return opportunity embedded in different asset classes.

Cast a Wide Net We believe the most effective way to compound wealth over full market cycles is not to be rigidly tied to certain asset class exposures. To that end, we attempt to access as broad an opportunity set as possible and do not seek to control risk relative to the benchmark.

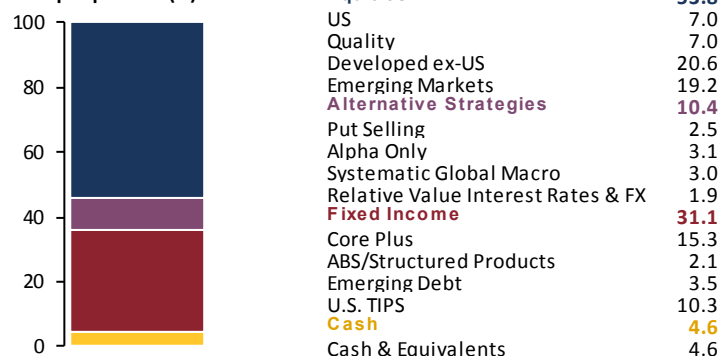
Cast a Deep Net We combine GMO's quantitative, fundamental, top-down and bottom-up resources to identify mispriced market segments and securities.

Be Contrarian We are prepared to take unconventional positions within our portfolios and hold them longer than the pain threshold of most other market participants.

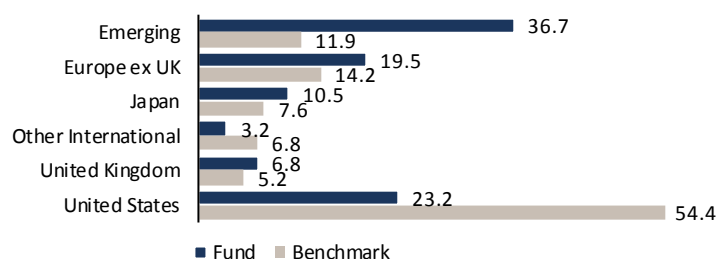
Be Bold We are structured to be dynamic, moving assets across asset groups and taking significant positions when we see markets move to extreme valuations.

FUND PROFILE

Group Exposures (%)¹



Equity Regional Weights (%)



Equity Characteristics

	Fund	Benchmark
Price/Earnings - Hist 1 Yr Wtd Med	11.9 x	17.4 x
Price/Book - Hist 1 Yr Wtd Avg	1.5 x	2.1 x
Return on Equity - Hist 1 Yr Med	16.2 %	16.7 %
Market Cap - Weighted Median \$Bil	\$16.4	\$45.3

5-Year Risk Profile²

	Fund	Benchmark
Alpha	-1.60	0.00
Beta	0.91	1.00
R ²	0.91	1.00
Sharpe Ratio	0.20	0.46
Std. Deviation	6.71	7.01

Bond Portfolio³

Total Portfolio Duration 2.2 years

Credit Ratings

Rating	Percentage	Rating	Percentage
AAA	0.9%	BB	6.2%
AA	75.9%	B	3.8%
A	3.5%	<B	6.1%
BBB	5.0%	NR	0.0%
		SD	0.4%

¹ The groups indicated above represent exposures determined pursuant to proprietary methodologies and are subject to change over time.

² **Alpha** is a measure of risk-adjusted return; **Beta** is a measure of a portfolio's sensitivity to the market; **R²** is a measure of how well a portfolio tracks the market; **Sharpe Ratio** is the return over the risk free rate per unit of risk; **Std. Deviation** is a measure of the volatility of a portfolio. Risk profile data is net.

³ Total Portfolio Duration is calculated on all fixed income instruments held by the portfolio and is shown relative to the entire portfolio (inclusive of fixed income, equity, cash, alternative investments, etc.). The credit ratings above may encompass emerging debt, developed rates, and asset-backed exposure. Ratings for the emerging debt and developed rates portions of the portfolio are derived by taking the Standard and Poor's country ratings and applying these ratings to the country exposures of the portfolio. For the asset-backed portion of the portfolio, credit ratings are derived by using the lowest rating among rating agencies at the issue level. Final credit ratings are expressed based upon Standard and Poor's ratings scale. Standard & Poor's rates securities from AAA (highest quality) to C (lowest quality), and D to indicate securities in default; some securities are not rated (NR). BB and below are considered below investment grade securities.

PERFORMANCE NET OF FEES (CLASS III)

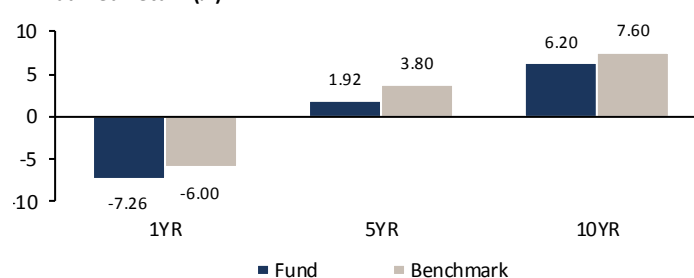
Total Return (%)¹

	Fund	Benchmark
4Q2018	-6.44	-7.82
YTD 2018	-7.26	-6.00

Annual Total Return (%)¹

Year	Fund	Benchmark
2017	15.73	16.45
2016	5.64	6.17
2015	-4.27	-1.13
2014	1.31	4.87
2013	12.54	13.59
2012	10.40	12.07
2011	1.67	-1.90
2010	7.38	11.05
2009	22.39	24.48
2008	-19.38	-27.99

Annualized Return (%)²



An investor should consider the fund's investment objectives, risks, charges and expenses before investing. This and other important information can be found in the fund's prospectus. To obtain a prospectus please visit www.gmo.com. Read the prospectus carefully before investing.

Performance data quoted represents past performance and is not indicative of future results. The investment return and principal value of an investment will fluctuate so that an investor's shares, when redeemed, may be worth more or less than their original cost. Current performance data may be lower or higher than the performance data provided herein. To obtain performance information to the most recent month end, visit www.gmo.com.

Fees (Class III): Gross Expense Ratio 0.57% equal to the Fund's Total Annual Operating Expense set forth in the Fund's most recent prospectus dated June 30, 2018.

Net Expense Ratio 0.56% reflects the reduction of expenses from fee reimbursements. The fee reimbursements will continue until at least June 30, 2019. Elimination of this reimbursement will result in higher fees and lower performance.

¹ Does not include the impact of purchase premiums and redemption fees.

² Includes the impact of purchase premiums and redemption fees.

The GMO Global Asset Allocation Index is an internally maintained benchmark computed by GMO, comprised of (i) the MSCI ACWI (MSCI Standard Index Series, net of withholding tax) through 6/28/2002 and (ii) the GMO Global Asset Allocation (Blend) Index thereafter. MSCI data may not be reproduced or used for any other purpose. MSCI provides no warranties, has not prepared or approved this report, and has no liability hereunder.

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