

FIXED INCOME ABSOLUTE RETURN

OVERVIEW

The GMO Fixed Income Absolute Return Strategy seeks to generate positive absolute returns by exploiting opportunities in global fixed income and currency markets.

GMO employs quantitative models for forecasting and valuing rates and currency markets, as well as for allocation and trading strategies. Our models use market-based, macroeconomic, and fundamental inputs in conjunction with proprietary research to evaluate and identify investment opportunities.

FACTS

Strategy Inception	31-Oct-16
Composite Inception	31-Oct-16
Total Assets	\$32mm USD
Index	FTSE 3-Mo. T-Bill

CUMULATIVE TOTAL RETURNS (USD, NET OF FEES, %)

	<i>MTD</i>	<i>QTD</i>	<i>YTD</i>	<i>2023</i>	<i>2022</i>	<i>2021</i>	<i>2020</i>	<i>2019</i>
Composite	-0.76	-0.76	-0.76	3.82	-4.85	-12.35	-1.38	6.47
Index	0.47	0.47	0.47	5.26	1.50	0.05	0.58	2.25

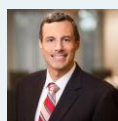
RISK PROFILE (5-YEAR TRAILING)

Sharpe Ratio	-0.60
Standard Deviation	7.10
Max Port. Drawdown (31-Dec-19 - 30-Jun-22)	-21.00

ANNUALIZED TOTAL RETURNS (USD, NET OF FEES, %)

	<i>1 Year</i>	<i>3 Years</i>	<i>5 Years</i>	<i>10 Years</i>	<i>ITD</i>
Composite	2.54	-4.47	-2.33	–	-0.26
Index	5.36	2.40	1.97	–	1.76

PORTFOLIO MANAGEMENT



Jason Hotra
Joined GMO in 2015
BS, MIT

Risks: Risks associated with investing in this Strategy may include: Fixed Income Risks, Currency Risks, Forward Contracts Risks, Options Risks, and Futures Risks. Returns shown for periods greater than one year are on an annualized basis. To obtain performance information to the most recent month-end, visit www.gmo.com. **Performance Returns: Performance data quoted represents past performance and is not predictive of future performance.** Net returns are presented after the deduction of a model advisory fee and incentive fee if applicable. These returns include transaction costs, commissions and withholding taxes on foreign income and capital gains and include the reinvestment of dividends and other income, as applicable. Fees paid by accounts within the composite may be higher or lower than the model fees used. **GMO LLC claims compliance with the Global Investment Performance Standards (GIPS®). A Global Investment Performance Standards (GIPS®) Composite Report is available on GMO.com by clicking the GIPS® Composite Report link in the documents section of the strategy page. GIPS® is a registered trademark owned by CFA Institute. CFA Institute does not endorse or promote this organization, nor does it warrant the accuracy or quality of the content contained herein. Actual fees are disclosed in Part 2 of GMO's Form ADV and are also available in each strategy's Composite Report.** The portfolio is not managed relative to a benchmark. References to an index are for informational purposes only.

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CURRENCY EXPOSURES (% MARKET VALUE)

	<i>Portfolio</i>
JPY	32.9
NOK	20.8
AUD	13.1
GBP	10.4
MXN	3.9
CAD	3.7
BRL	3.0
CLP	1.6
PLN	1.1
INR	1.0
PEN	0.4
KRW	0.2
SGD	0.1
DKK	0.0
RUB	0.0
TRY	0.0
IDR	-0.1
PHP	-0.2
ZAR	-0.2
ILS	-0.8
HUF	-1.0
COP	-1.5
THB	-1.9
TWD	-2.1
SEK	-2.2
RON	-2.4
CZK	-2.5
NZD	-17.1
EUR	-23.0
CHF	-33.2
Net USD	-4.0

GLOBAL INTEREST RATE EXPOSURES (YEARS OF DURATION)

	<i>Portfolio</i>
Australia	4.4
United Kingdom	1.4
United States	1.2
Canada	1.0
New Zealand	0.1
Japan	0.0
Euro	-0.1
Switzerland	-0.5
Sweden	-4.6
Global Net	3.0

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IMPORTANT INFORMATION

Index(es): The FTSE 3-Month Treasury Bill Index is an independently maintained and widely published index comprised of short-term U.S. Treasury bills.

The above information is based on a representative account in the Strategy selected because it has the fewest restrictions and best represents the implementation of the Strategy.

GLOSSARY

Risk Statistics: Risk profile data is net of fees. 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. Drawdown is based on the portfolio's worst performance over the period based on monthly observations.

CURRENCY KEY

ARS: Argentina	CNY: China	GHS: Ghana	ILS: Israel	MXN: Mexico	PHP: Philippines	RUB: Russia	TWD: Taiwan
BRL: Brazil	CZK: Czech Republic	HKD: Hong Kong	INR: India	MYR: Malaysia	PLN: Poland	SGD: Singapore	UAH: Ukraine
CLP: Chile	DOP: Dominican Republic	HUF: Hungary	KRW: South Korea	NGN: Nigeria	RON: Romania	THB: Thailand	UYU: Uruguay
COP: Colombia	EGP: Egypt	IDR: Indonesia	KZT: Kazakhstan	PEN: Peru	RSD: Serbia	TRY: Turkey	ZAR: South Africa

ABOUT GMO

Founded in 1977, GMO is a global asset manager committed to delivering superior performance and advice to our clients. We are privately owned, which allows us to singularly focus on our sole business – achieving outstanding long-term client investment outcomes. Offering multi-asset, equity, fixed income, and alternative strategies, we invest with a long-term, valuation-based philosophical approach.