

GMO HIGH YIELD FUND

OVERVIEW

The GMO High Yield Fund seeks to generate total return in excess of that of its benchmark, the Markit iBoxxUSD Liquid High Yield Index by applying a systematic, factor-based approach to portfolio construction.

PORTFOLIO MANAGEMENT



Joe Auth, CFA

- Joined GMO in 2014
- 23 yrs industry experience
- M.B.A. from the University of Connecticut

Performance Net of Fees (USD) - Share Class VI

TOTAL RETURN (%)

	<i>Portfolio</i>	<i>Markit iBoxx USD Liquid High Yield</i>
MTD	0.24	0.06
QTD	0.10	0.29
YTD	0.10	0.29

ANNUAL TOTAL RETURN (%)

	<i>Portfolio</i>	<i>Markit iBoxx USD Liquid High Yield</i>
2020	5.47	4.66
2019	14.33	14.65
2018	-0.70	-2.30

FACTS

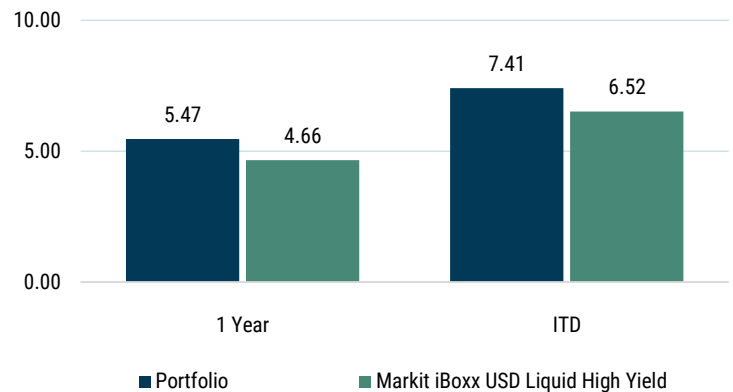
Fund Inception Date June 25, 2018

Benchmark Markit iBoxx USD Liquid High Yield

Total Assets as of 02/28/21 \$95mm USD

Net Expense Ratio reflects the reduction of expenses from fee reimbursements. The fee reimbursements will continue until at least June 30, 2021. Elimination of this reimbursement will result in higher fees and lower performance. Gross Expense Ratio is equal to the Funds Total Annual Operating Expenses set forth in the Funds most recent prospectus dated June 30, 2020.

ANNUALIZED RETURNS (%) AS OF 12/31/2020



Inception Date: June 25, 2018

Returns shown for periods greater than one year are on an annualized basis.

If certain expenses were not reimbursed, performance would be lower. Transaction costs, if any, are paid to the fund to offset the cost of portfolio transactions to invest or raise cash.

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.

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 funds prospectus. To obtain a prospectus please visit www.gmo.com. Read the prospectus carefully before investing. The GMO Trust funds are distributed in the United States by Funds Distributor LLC. GMO and Funds Distributor LLC are not affiliated.

Risks associated with investing in the Fund may include those as follows. (1) Management and Operational Risk: The risk that GMO's investment techniques will fail to produce desired results. (2) Market Risk - Fixed Income: The market price of a fixed income investment can decline due to a number of market-related factors, including rising interest rates and widening credit spreads or decreased liquidity due to market uncertainty about the value of a fixed income investment (or class of fixed income investments). (3) Credit Risk: The risk that the issuer or guarantor of a fixed income investment or the obligor of an obligation underlying an asset-backed security will be unable or unwilling to satisfy its obligation to pay principal and interest or otherwise to honor its obligations in a timely manner. The market price of a fixed income investment will normally decline due to the issuer's, guarantor's, or obligor's failure to meet its payment obligations or in anticipation of such failure. For a more complete discussion of these risks and others, please consult the Fund's prospectus.

GMO HIGH YIELD FUND

RISK PROFILE - SINCE INCEPTION (06/29/2018)

	<i>Portfolio</i>
Alpha (Jensen's)	0.94
Beta	0.96
R Squared	0.98
Sharpe Ratio	0.65
Standard Deviation	8.80

Alpha is a measure of risk-adjusted return. Beta is a measure of a portfolio's sensitivity to the market. R-Squared 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.

The Markit iBoxx USD Liquid High Yield Index is an independently maintained index consisting of liquid USD high yield bonds, selected to provide a balanced representation of the broad USD high yield corporate bond universe.



About GMO: Founded in 1977, GMO is a private partnership whose sole business is investment management. The firm manages global portfolios with offices and clients around the world. Investment offerings include equity, fixed income, multi-asset class, and alternative strategies. GMO is known for blended fundamental and quantitative investment research expertise and a long-term orientation toward value opportunities.