

FUND OVERVIEW

The GMO International Equity Fund seeks to deliver high total return by investing primarily in non-U.S. developed market equities that GMO believes have positive return potential relative to other securities tied economically to international equity markets.

FUND FACTS

Fund Identifier (Class III):

Ticker: GMOIX
Cusip: 362007 30 4

Inception: 3/31/87

Benchmark: MSCI EAFE Index

Assets: \$3.6 Billion

Portfolio Management:

Simon Harris
Josh White

Risks: Risks associated with investing in the Fund may include: (1) Market Risk -Equities: The market price of an equity may decline due to factors affecting the issuer or its industry or the economy and equity markets generally. Declines in stock market prices generally are likely to reduce the net asset value of the Fund's shares. (2) Management and Operational Risk: The risk that GMO's investment techniques will fail to produce desired results. (3) Non-U.S. Investment Risk: The market prices of many non-U.S. securities (particularly of companies tied economically to emerging countries) fluctuate more than those of U.S. securities. Many non-U.S. markets (particularly emerging markets) are less stable, smaller, less liquid, and less regulated than U.S. markets, and the cost of trading in those markets often is higher than it is in U.S. markets. For a more complete discussion of these risks and others, please consult the Fund's prospectus.

About GMO:

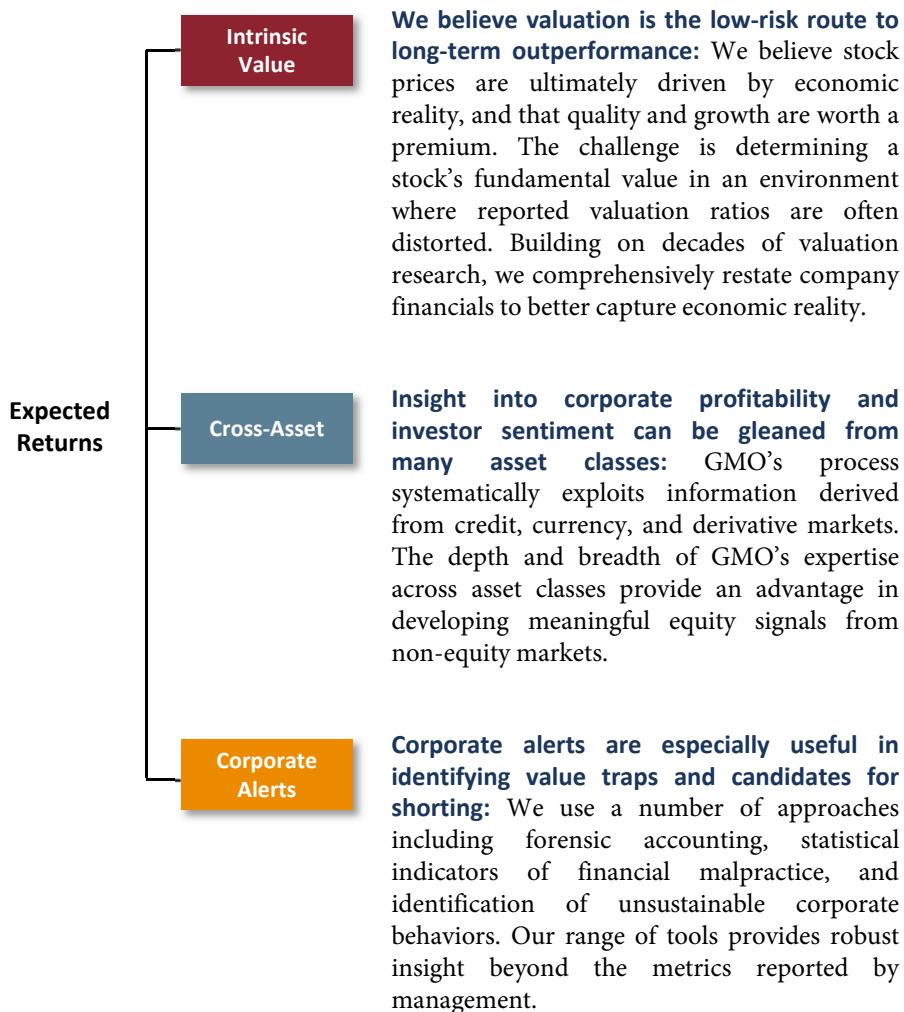
Founded in 1977, GMO is an independently-owned, global institutional investment manager dedicated to providing our clients with superior investment advice and performance.

Contact Us:

40 Rowes Wharf
Boston, Massachusetts 02110
(617) 330-7500 | www.gmo.com

INVESTMENT PHILOSOPHY

In the short run, global equity markets exhibit exploitable inefficiencies as a result of irrational investor behavior, the imperfect flow of information, and the participation of non-economic actors. In the long run, however, returns are ultimately driven by economic reality. The difference creates an opportunity for the Global Equity team to focus on valuation in conjunction with less traditional methods to identify mispriced equity securities. Key tenets of the team's systematic quantitative framework include:

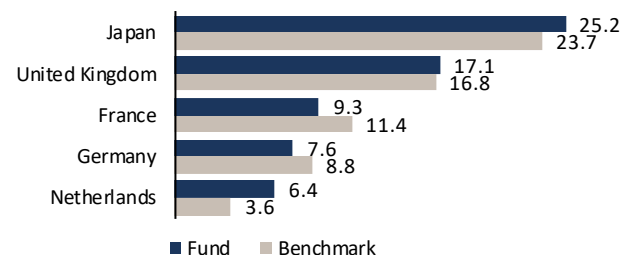


INVESTMENT APPROACH

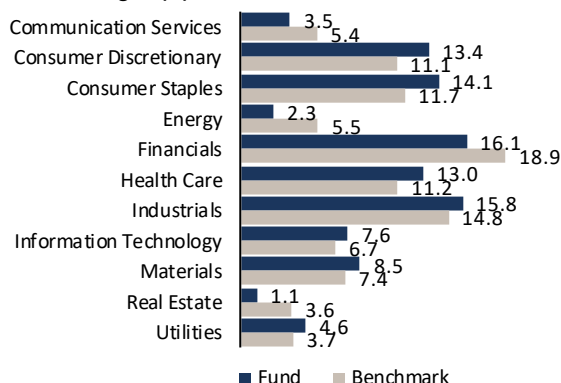
GMO's International Equity Fund seeks to outperform over a full market cycle by identifying mispriced assets (both cheap and expensive) through bottom-up security selection. We seek to add value by looking beyond traditional value metrics to understand a security's intrinsic value, taking into consideration a company's quality and growth prospects, and using alternative indicators of mispricing to gain a differentiated view into company fundamentals, including cross-asset and corporate governance signals. We then build a portfolio seeking to maximize expected alpha subject to investment risk, liquidity, and cost considerations, including transaction costs. We continually monitor our exposure to styles and risk factors, as well as changing risk conditions in global markets.

FUND PROFILE

Top Country Weights (%)



GICS Sector Weights (%)



5-Year Risk Profile¹

	Fund	Benchmark
Alpha	-3.75	0.00
Beta	1.03	1.00
R ²	0.92	1.00
Sharpe Ratio	-0.18	0.12
Std. Deviation	13.04	12.19

Characteristics

	Fund	Benchmark
Price/Earnings - Hist 1 Yr Wtd Median	11.5 x	16.8 x
Price/Book - Hist 1 Yr Wtd Avg	1.4 x	1.6 x
Return on Equity - Hist 1 Yr Med	13.2 %	11.6 %
Market Cap - Weighted Median \$Bil	\$18.3	\$29.2
Number of Equity Holdings	321	923
Price/Cash Flow - Hist 1 Yr Wtd Median	7.5 x	11.8 x

Top Holdings²

Company	Country	Sector	% of Equity
Roche Holding AG	Switzerland	Health Care	3.1
L'Oréal S.A.	France	Consumer Staples	3.0
GlaxoSmithKline PLC	United Kingdom	Health Care	2.8
Nippon T & T Corp.	Japan	Communication Svcs.	2.6
Allianz AG Holding	Germany	Financials	2.5
Total			14.0

¹ 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.

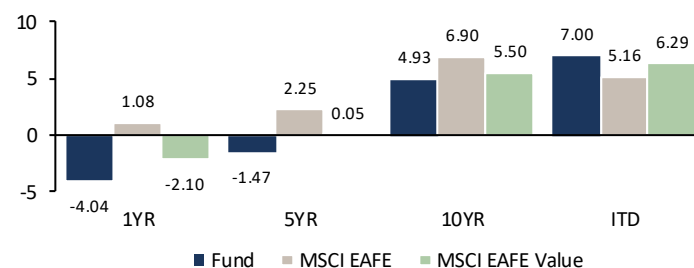
² Portfolio holdings are percent of equity. They are subject to change and should not be considered a recommendation to buy individual securities.

PERFORMANCE NET OF FEES (CLASS III)

Total Return (%)	Fund	MSCI EAFE	MSCI EAFE Value
2Q 2019	1.62	3.68	1.54
YTD 2019	12.57	14.03	9.58

Annual Total Return (%)	Fund	MSCI EAFE	MSCI EAFE Value
2018	-20.55	-13.79	-14.78
2017	25.73	25.03	21.44
2016	1.71	1.00	5.02
2015	-5.61	-0.81	-5.68
2014	-6.49	-4.90	-5.39
2013	24.62	22.78	22.95
2012	14.43	17.32	17.69
2011	-10.33	-12.14	-12.17
2010	7.59	7.75	3.25
2009	18.65	31.78	34.23

Annualized Return (%)



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 0.68% equal to the Fund's Total Annual Operating Expense set forth in the Fund's most recent prospectus dated June 30, 2019.

Net Expense Ratio 0.66% reflects the reduction of expenses from fee reimbursements. The fee reimbursements will continue until at least June 30, 2020. Elimination of this reimbursement will result in higher fees and lower performance.

The MSCI EAFE (Europe, Australasia, and Far East) Index (MSCI Standard Index Series, net of withholding tax) is an independently maintained and widely published index comprised of international large and mid capitalization stocks. The MSCI EAFE (Europe, Australasia, and Far East) Value Index (MSCI Standard Index Series, net of withholding tax) is an independently maintained and widely published index comprised of international large and mid capitalization stocks that have a value style. Large and mid capitalization stocks encompass approximately 85% of each market's free float-adjusted market capitalization. Style is determined using a multi-factor approach based on historical and forward-looking characteristics. 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.

The GMO Trust funds are distributed in the United States by Funds Distributor LLC. GMO and Funds Distributor LLC are not affiliated.