QUALITY

OVERVIEW

The GMO Quality Strategy seeks to generate total return by investing primarily in equities the Focused Equity team believes to be of high quality.

The team believes that companies with established track records of historical profitability and strong fundamentals – high quality companies – are able to outgrow the average company over time and are therefore worth a premium price. The Strategy's disciplined approach uses both quantitative and fundamental techniques to assess the relative quality and valuation of global companies and aims to exploit a long-term investment horizon while withstanding short-term volatility.

FACTS

Strategy Inception	06-Feb-04
Composite Inception	29-Feb-04
Total Assets	$35.9bn USD
Index	S&P 500
Alternate Index	MSCI World

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

	MTD	*QTD*	*YTD*	*2025*	*2024*	*2023*	*2022*	*2021*
Composite	-1.03	0.42	0.42	19.36	18.86	29.76	-15.46	25.85
Index	-0.76	0.68	0.68	17.88	25.02	26.29	-18.11	28.71
Alternate Index	0.73	2.99	2.99	21.09	18.67	23.79	-18.14	21.82

RISK PROFILE (PRELIMINARY 5-YEAR TRAILING)

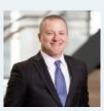
Alpha (Jensen's)	1.13
Beta	0.89
R Squared	0.91
Sharpe Ratio	0.77
Standard Deviation	13.97

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

	1 Year	*3 Years*	*5 Years*	*10 Years*	*ITD*
Composite	15.21	21.46	14.16	16.05	10.60
Index	16.99	21.80	14.19	15.50	10.58
Alternate Index	21.33	20.57	12.46	13.28	8.82

PORTFOLIO MANAGEMENT

Tom Hancock
Joined GMO in 1995
MS, Rensselaer Polytechnic Institute; PhD, Harvard University



Ty Cobb, CFA
Joined GMO in 1997
MSF, Suffolk University

Anthony Hene
Joined GMO in 1995
MS, University of Oxford

Risks: Risks associated with investing in the Strategy may include: (1) Market Risk - Equities: the market price of equities may decline due to factors affecting the issuer, its industries, 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, including annualized returns and annualized volatility; and (3) Focused Investment Risk: the Fund invests its assets in the securities of a limited number of issuers, and a decline in the market price of a particular security held by the Fund may affect the Fund's performance more than if the Fund invested in the securities of a larger number of issuers. This is not a complete list of risks associated with investing in the Strategy. Please contact GMO for more information.

***Preliminary Performance: Final performance numbers are generally available on GMO's website within fifteen business days after month end. Investors should not rely on preliminary numbers to make investment decisions. Performance Returns:** 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 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 at www.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 actively-managed, is not managed relative to a benchmark and uses an index for performance comparison purposes only and, where applicable, to compute a performance fee.

QUALITY

CHARACTERISTICS

	Portfolio	*Index*	*Alternate Index*
Price/Earnings - Forecast 1 Yr Wtd Mdn	21.5x	23.2x	21.6x
Return on Equity - Forecast 1 Yr Wtd Mdn	25.7%	25.4%	21.6%
Dividend Yield - Hist 1 Yr Wtd Avg	1.3%	1.1%	1.5%
Free Cash Flow Yield - Hist 1 Yr Wtd Avg	3.6%	2.8%	3.1%
Market Cap - Wtd Mdn Bil	281.4 USD	348.0 USD	172.0 USD
Number of Equity Holdings	48	495	1288
Net Debt/EBITDA - Hist 1 Yr Wtd Mdn	0.2x	0.2x	0.6x

SECTORS (%)

Sector	*Portfolio*	*Index*	*Alternate Index*
Communication Services	11.0	10.5	8.5
Consumer Discretionary	10.4	10.0	9.4
Consumer Staples	8.1	5.4	5.8
Energy	0.0	3.5	4.0
Financials	7.0	12.5	16.4
Health Care	25.1	9.8	9.9
Industrials	4.2	9.2	12.3
Information Technology	34.2	32.4	25.1
Materials	0.0	2.1	3.8
Real Estate	0.0	2.0	1.9
Utilities	0.0	2.5	2.8

MARKET CAP BAND EXPOSURES ($B)

	Portfolio	*Index*	*Alternate Index*
Small (6.8 & Below)	0.0	0.1	0.8
Small - Medium (6.8 To 21.3)	2.2	3.1	7.3
Medium (21.3 To 52.8)	8.5	9.7	14.8
Medium - Large (52.8 To 150.9)	14.2	19.7	24.4
Large (150.9 & Above)	75.1	67.3	52.7

TOP HOLDINGS

Company	*Sector*	*%*
Alphabet Inc	Communication Services	5.3
Microsoft Corp	Information Technology	5.3
Taiwan Semiconductor Manufacturing Co Ltd	Information Technology	5.3
Meta Platforms Inc	Communication Services	4.8
Apple Inc	Information Technology	4.5
Johnson & Johnson	Health Care	4.4
Lam Research Corp	Information Technology	4.0
Thermo Fisher Scientific Inc	Health Care	3.3
Amazon.com Inc	Consumer Discretionary	3.2
Texas Instruments Inc	Information Technology	2.6
Total		**42.7**

TOP COUNTRIES (%)

Country	*Portfolio*	*Index*	*Alternate Index*
United States	75.3	100.0	70.1
United Kingdom	6.8	0.0	3.9
Taiwan	5.2	0.0	0.0
France	4.4	0.0	2.7
Germany	2.6	0.0	2.4
Cash	1.6	0.0	0.0
Switzerland	1.6	0.0	2.5
Netherlands	0.8	0.0	1.4
Spain	0.6	0.0	1.0
Denmark	0.6	0.0	0.4

REGIONS (%)

Region	*Portfolio*	*Index*	*Alternate Index*
United States	75.3	100.0	70.1
Europe	17.4	0.0	17.2
Rest of World	5.6	0.0	12.7
Cash Equivalents	1.6	0.0	0.0

QUALITY

IMPORTANT INFORMATION

Index(es): The S&P 500 Index is an independently maintained and widely published index comprised of U.S. large capitalization stocks. S&P does not guarantee the accuracy, adequacy, completeness or availability of any data or information and is not responsible for any errors or omissions from the use of such data or information. Reproduction of the data or information in any form is prohibited except with the prior written permission of S&P or its third party licensors.The MSCI World Index (MSCI Standard Index Series, net of withholding tax) is an independently maintained and widely published index comprised of global developed markets. 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 MSCI ACWI (All Country World) Index (MSCI Standard Index Series, net of withholding tax) is an independently maintained and widely published index comprised of global developed and emerging markets. 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. Please visit https://www.gmo.com/americas/benchmark-disclaimers/ to review the complete benchmark disclaimer notice.

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.

For private bank intermediaries in Singapore and Hong Kong, these materials are intended for institutional and Accredited/Professional Investors Use Only.

GLOSSARY

Risk Statistics: Risk profile data is net of fees. 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.
Sector Exposures: The Global Industry Classification Standard (GICS) is the exclusive intellectual property of MSCI Inc. (MSCI) and Standard & Poor's, a division of The McGraw-Hill Companies, Inc. (S&P). Neither MSCI, S&P, nor any third party makes any representations or warranties, express or implied, with respect to GICS or the results to be obtained by the use thereof, and expressly disclaim all warranties, including of merchantability and fitness for a particular purpose. Neither MSCI, S&P, nor any third party shall have any liability for any damages of any kind relating to the use of GICS. **Top Holdings:** Portfolio holdings are percent of equity. Where applicable, the top holdings are derived by looking through to the underlying portfolios in which the asset allocation strategy invests and, where appropriate, individual security positions are aggregated. They are subject to change and should not be considered a recommendation to buy individual securities. 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.
Please refer to https://www.gmo.com/americas/glossary-of-terms/ for additional portfolio characteristic definitions.

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.

AMSTERDAM | BOSTON | LONDON | SAN FRANCISCO* | SINGAPORE | SYDNEY | TOKYO**

*GMO’s West Coast Hub is comprised of members of Investment, Global Client Relations, and other teams located in and around the Greater San Francisco area
**Representative Office