

Climate Change Fund

Quarter Ending March 31, 2019

OVERVIEW:

The GMO Climate Change Fund seeks to deliver high total return by investing in companies focused on climate change mitigation and adaptation.

Performance (%)

Net of Fees, Class III, Fair Value, USD	+9.04
Gross of Fees, Class III, Local Close, USD	+9.28
MSCI ACWI ¹	+12.18
Value Added	-2.90

Major Performance Drivers

Clean Energy

Positioning: Clean Energy companies accounted for approximately 40% of our total portfolio weight during the quarter.

Results: Our Clean Energy exposure detracted from performance during the quarter. Within Clean Energy, our Lithium exposure lagged while Wind and Solar performed well. First Solar and Vestas were among the top contributors.

Copper

Positioning: Copper companies accounted for approximately 10% of our total portfolio weight during the quarter.

Results: Our Copper exposure performed better than the broad market during the quarter. Over this period, the price of copper increased approximately 10%. Freeport-McMoRan was among the top contributors. We continue to believe that copper will be an integral part of decarbonizing the power sector and electrifying transport.

Agriculture

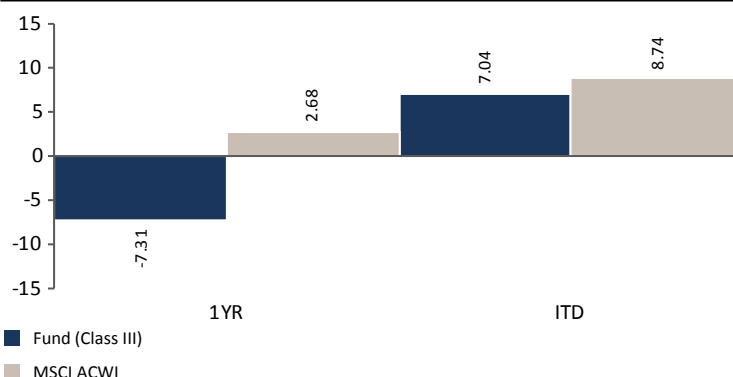
Positioning: Agriculture and aquaculture companies accounted for approximately 18% of our total portfolio weight during the quarter.

Results: Collectively, our Agriculture exposure dragged on performance. Our positions in Agricultural Productivity and Fish Farming performed relatively poorly, while Precision Agriculture was a positive contributor. Israel Chemicals, a fertilizer producer, was among the biggest detractors.

Quarter-ending weights, as a percent of equity, for the positions mentioned were: First Solar (4.2%), Vestas (4.0%), Freeport-McMoRan (5.4%), and Israel Chemicals (1.1%).

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. Gross Expense Ratio Class R6 1.51% is equal to the Funds Total Annual Operating Expenses set forth in the Funds most recent prospectus dated June 30, 2018 as amended.

Annualized Return (%) as of March 31, 2019



Inception date: 04/05/2017

Chart returns include purchase premiums and redemption fees impact if applicable.

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.

Risks associated with investing in the Fund may include Market Risk - Equities, Management and Operational Risk, Non-U.S. Investment Risk, Liquidity Risk, and Derivatives Risk. For a more complete discussion of these risks and others, please consult the Fund's prospectus. Distributor: Funds Distributor LLC. GMO and Funds Distributor LLC are not affiliated.

¹ 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.