

MULTI-ASSET CREDIT PROFILE

INVESTMENT OPPORTUNITY

In today's constantly shifting markets, investors increasingly need flexible credit strategies that can adapt quickly to an environment of shorter and more frequent market dislocations. But many lack the tools to find the right balance between maintaining full exposure to each credit sector and reallocating quickly as markets change. GMO Multi-Asset Credit addresses this challenge by building a diversified, global credit portfolio that can pivot dynamically based on changing economic conditions.

GMO APPROACH

Proven Alpha

Highly differentiated investment approaches and successful track records in:

- Emerging Country Debt
- Structured Products
- High Yield
- Investment Grade

Dynamic

Small, dedicated teams focused on employing quantitative and fundamental techniques to uncover alpha opportunities

Our process is the opposite of bureaucratic - we will be quick to alter our opinions and act when conditions warrant

High Conviction

We have a long history of focusing on the highest risk-adjusted return opportunities - even if it means straying far from a conventional benchmark

BEYOND THE FOUR CORE ALPHA ENGINES

We have deep expertise in many other credit markets, including:

- Leveraged Loans
- Agency MBS
- Emerging Markets Local Debt

Derivatives

- Credit - U.S., Europe, Indexes, Tranches, Options
- Duration Management - Treasury Futures, Interest Rate Swaps
- Foreign Exchange

We expect to take positions in these asset classes when they screen well on a relative basis

BLENDS SYSTEMATIC AND FUNDAMENTAL STRATEGIES THAT EMPLOY HIGHLY DIFFERENTIATED INVESTMENT APPROACHES

High Yield (incepted 31-Jan-2017)		Securitized Credit (incepted 31-Oct-2011)		Systematic U.S. Investment Grade (incepted 30-Sep-2020)		Emerging Country Debt (incepted 30-Apr-1994)	
Quantitative factor-based investment approach that aims to exploit inefficiencies in the corporate High Yield sector		Unconstrained securitized portfolio with low historical beta to the market and capital preservation ability during drawdown periods		Bottom-up factor-based process leveraging extremely deep and long-running GMO quantitative investment process adapted to the corporate bond sector		Unconventional, bottom-up approach focused on "arbitrage-like" instrument selection and minimizing default risk	
Portfolio Weight	12.60%	Portfolio Weight	44.85%	Portfolio Weight	7.54%	Portfolio Weight	12.50%
ITD Strategy Performance (net)	%	ITD Strategy Performance (net)	%	ITD Strategy Performance (net)	%	ITD Strategy Performance (net)	%
High Yield	5.59	Opportunistic Income	4.55	Systematic Investment Grade Credit	1.32	Emerging Country Debt	12.08
Markit iBoxx USD Liquid High Yield	4.88	Bloomberg U.S. Securitized+	1.31	Bloomberg U.S. Corporate Index	0.60	J.P. Morgan EMBI Global Diversified +	8.36
Value Add	+0.71	Value Add	+3.24	Value Add	+0.72	Value Add	+3.73

As of 30-Jun-26 | Source: GMO

Returns shown for periods greater than one year are on an annualized basis. **Performance data quoted represents past performance and is not indicative of future results.** To obtain performance information to the most recent month-end, visit www.gmo.com. 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. A GIPS compliant presentation of composite performance has preceded this presentation in the past 12 months or accompanies this presentation, and is also available at www.gmo.com.

Actual fees are disclosed in Part 2 of GMO's Form ADV and are also available in each strategy's compliant presentation. GMO LLC claims compliance with the Global Investment Performance Standards (GIPS®). A Global Investment Performance Standards (GIPS®) Composite Report is included in the Important Information section at the back of this presentation. 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.

Portfolio Weights are as of 30-Jun-26 and may include Cash & Cash Equivalents, Fixed Income Instruments, Pooled Investments, Accrued Expenses, or Derivative Contracts

High Yield: 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.

Opportunistic Income: 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. The Bloomberg U.S. Securitized + Index is an internally maintained benchmark computed by GMO, comprised of (i) the J.P. Morgan U.S. 3 Month Cash through 12/30/2016 and (ii) the Bloomberg U.S. Securitized thereafter.

Systematic Investment Grade Credit: The Bloomberg US Corporate Index measures the investment grade, fixed-rate, taxable corporate bond market. It includes USD denominated securities publicly issued by US and non-US industrial, utility, and financial issuers. The index includes securities with remaining maturity of at least one year.

Emerging Country Debt: The J.P. Morgan EMBI (Emerging Markets Bond) Index Global Diversified + is an internally maintained benchmark computed by GMO, comprised of (i) the J.P. Morgan EMBI+ Index through 12/31/1999, (ii) the J.P. Morgan EMBI Index Global through 2/28/2020, and the J.P. Morgan EMBI Index Global Diversified (iii) thereafter.

CONTACT US

For more information on this product please email us at access@gmo.com or reach out to your relationship manager.

MULTI-ASSET CREDIT

OVERVIEW

The GMO Multi-Asset Credit Strategy seeks total return and capital preservation, aiming to maximize alpha potential by harvesting what we identify as the most attractively priced credit risk premia through a dynamic allocation process across the credit spectrum. Our team utilizes a robust research framework that combines top-down and bottom-up analysis along with fundamental and quantitative techniques across various fixed income markets, including Emerging Country Debt, Structured Products, High Yield, Investment Grade, Loans, and Mortgages.

Our investment process places a strong emphasis on relative value analysis, allowing us to employ a benchmark-agnostic investment style that we believe sets us apart. We have the agility to capitalize on fleeting relative value opportunities across fixed income markets, ensuring we stay ahead of market dynamics. Our Strategy attempts to maintain a balanced approach between risk and return by focusing on capital preservation and looking to avoid premium-priced securities in overvalued markets.

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

	<i>MTD</i>	<i>QTD</i>	<i>YTD</i>	<i>2025</i>
Composite	0.29	1.46	1.93	6.21
Benchmark	0.35	2.26	1.78	6.95
Alternate Benchmark	0.57	1.63	3.28	4.23

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	6.57	-	-	-	7.62
Benchmark	6.77	-	-	-	8.17
Alternate Benchmark	7.00	-	-	-	7.06

FACTS

Strategy Inception	21-May-25
Composite Inception	31-May-25
Total Assets	\$202mm USD
Benchmark	Multi-Asset Credit Blended Benchmark
Alternate Benchmark	SOFR Index Plus 3%

RISK PROFILE (SINCE INCEPTION 30-MAY-25)

Alpha (Jensen's)	0.64
Beta	0.71
R Squared	0.92
Sharpe Ratio	1.52
Standard Deviation	2.32

PORTFOLIO MANAGEMENT



Joe Auth, CFA
Joined GMO in 2014
MBA, University of Connecticut



Kevin Breaux, CFA
Joined GMO in 2008
BS, Duke University

Risks: Risks associated with investing in the Strategy may include: (1) 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; (2) Market Risk-Asset-Backed Securities Risk: the market price of asset-backed securities, like that of other fixed income investments with complex structures, can decline for a variety of reasons, including investor uncertainty about their credit quality and the reliability of their payment streams. Payment streams associated with asset-backed securities held by the Fund depend on many factors (e.g., the cash flow generated by the assets backing the securities, deal structure, and creditworthiness of any credit-support provider), and a problem in any of these factors can lead to a reduction in the payment stream GMO expected the Fund to receive when the Fund purchased the asset-backed security; (3) Illiquidity Risk: low trading volume, lack of a market maker, large position size, or legal restrictions may limit or prevent the Fund from selling particular securities or closing derivative positions at desirable prices; and (4) Pooled Investment Vehicles Risk: Investments by a Fund in pooled investment vehicles may involve additional and/or a layering of fees, expenses, changes and other costs (including without limitation, purchase premiums and redemption fees, if any). This is not a complete list of risks associated with investing in the Strategy. Please contact GMO for more information.

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 indicative of future results.** 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 does not yet have a GIPS-compliant report for this composite since it has not managed accounts in this strategy for a full year.**

MULTI-ASSET CREDIT

CHARACTERISTICS

	<i>Portfolio</i>	<i>Benchmark</i>
Spread Duration	2.4	5.4
Spread	120.4bps	132.9bps
Effective Duration	4.6	5.3
Average Credit Rating	BBB+	BBB
Yield to Worst	5.6%	5.8%
Weighted Average Life	5.0	7.8
Credit (%)	81.7%	100.0%

CREDIT RATINGS (%)

	%
AAA	22.9
AA	31.0
A	3.5
BBB	9.0
BB	12.8
B	7.1
NR	3.7
D	1.9
CCC	6.1
CC	1.5
C	0.6

SECTORS (%)

<i>Sector</i>	<i>Portfolio</i>	<i>Benchmark</i>
Agency MBS	2.9	0.0
Emerging Debt	7.5	25.0
High Yield Corporates	12.6	25.0
Investment Grade Corporates	7.5	25.0
Securitized	44.8	25.0
Tactical Long/Short	6.2	0.0
U.S. Treasuries	13.2	0.0

MULTI-ASSET CREDIT

IMPORTANT INFORMATION

Benchmark(s): The Multi-Asset Credit Blended Benchmark is an internally maintained benchmark computed by GMO, comprised of (i) 25% Bloomberg U.S. Securitized Index, (ii) 25% Bloomberg U.S. Corporate High Yield Index, (iii) 25% Bloomberg U.S. Corporate Index, and (iv) 25% J.P. Morgan EMBI Global Diversified.

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

Characteristics: Average Credit Rating is a market value weighted measure of bond holdings. Yield (i.e., Yield-to-Worst) is internally calculated as the weighted average yield on the cash bonds over the total market value of the portfolio. **Credit Ratings:** The credit ratings above may encompass emerging debt, developed rates, and asset-backed exposure. Ratings for core portfolio holdings are derived by using the middle rating from Standard & Poor's, Moody's, and Fitch. Ratings for core holdings were adjusted during the January 2021 reporting period to conform with index provider methodology. Ratings for the emerging debt portion of the portfolio are derived by applying the Standard and Poor's or Moody's issue-level ratings (sequentially), and the S&P LT Foreign currency (FC) country issuer rating for the FC debt securities and/or S&P LT Local currency (LC) country issuer rating for LC securities where a security is not rated by either of the abovementioned credit rating agencies. Final credit ratings are expressed based upon Standard and Poor's ratings scale.

Standard & Poor's rates securities from AAA (highest quality) to C (lowest quality), and D to indicate securities in default; some securities are not rated (NR). BB and below are considered below investment grade securities. Please refer to our website for additional information: <https://www.gmo.com/americas/benchmark-disclaimers/>

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.

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

MULTI-ASSET CREDIT

ADDITIONAL GLOSSARY OF TERMS

Coupon

The annual income received from a fixed-income security, expressed as a percentage of the par value of the security and par weighted on portfolio level.

Credit (%)

The proportion of a mutual fund's total net assets that is invested in credit instruments—such as corporate bonds, securitized debt, or other credit-related securities—expressed as a percentage. This metric indicates the fund's exposure to credit markets and associated credit risk.

Effective Duration

A measure of a portfolio's price sensitivity to interest rate changes, including expected changes in cash flows caused by embedded options. The higher the effective duration, the higher the sensitivity to interest rate changes.

Maturity

A weighted average of all the maturities of the bonds in a portfolio, computed by weighting each bond's effective maturity by the market value of the security.

Modified Duration

A measure of a portfolio's price sensitivity to changes in interest rates. It estimates the percentage change in price for a 1% (100 basis point) change in yield, assuming all other factors remain constant.

Spread

The difference between the yield on a bond or credit instrument and the yield on a benchmark security of similar maturity, typically a government bond. It reflects the additional compensation investors receive for taking on credit risk and is usually expressed in basis points.

Spread Duration

A measure of the portfolio's sensitivity to changes in credit spreads.

Weighted Average Life

A measure of average number of years until the principal of the securities is expected to be fully repaid.

Yield to Maturity

Represents the weighted average annualized return an investor would earn if the ETF's underlying bonds were held to maturity, assuming all interest payments are made as scheduled, bonds are held to maturity, coupons are reinvested at the same rate.