

POWER INFRASTRUCTURE STRATEGY

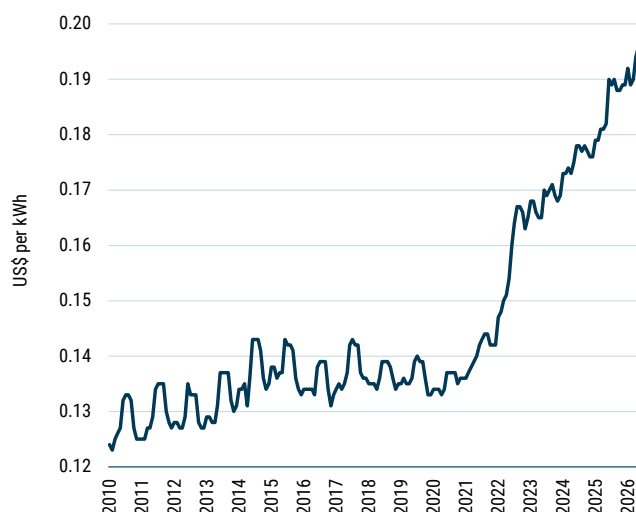
The Opportunity

Booming electricity demand from data centers (AI and non-AI), electrification (EVs, heat pumps, etc.), industrial usage, and emerging market economic development is straining the global power infrastructure. Our grids, particularly in the U.S. and Europe, were designed and built decades ago, when electricity supply and demand looked far different. As surging demand has crashed into the archaic grid, electricity prices have shot up around 50% in the U.S. and even more in the UK and Europe¹.

This convergence of surging demand, aging assets, and tight energy supply – against a backdrop of energy security concerns – has created a perfect storm for growth in the power infrastructure sector. Investment in power generation, electric grid infrastructure, energy efficiency, energy storage, and the raw materials supporting these sectors is essential. Power infrastructure investment is expected to far exceed \$20 trillion over the next couple of decades, creating a durable and scalable opportunity for investors².

RIISING DEMAND HAS LED TO A PRICE SPIKE

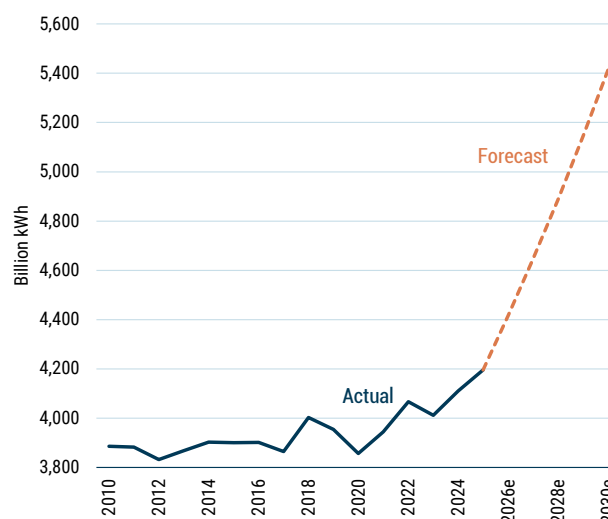
Average Monthly Electricity Price



As of May 2026 | Source: U.S. Bureau of Labor Statistics

ELECTRICITY DEMAND IS GROWING AT THE FASTEST PACE IN DECADES

U.S. Electricity Demand, 2010–2030



Source: EIA historical data and Grid Strategies forecast as of 2025.

Beyond the ability to benefit from secular growth, we believe the GMO Power Infrastructure Strategy has other features that make it an attractive addition to many client portfolios:

- **DIVERSIFICATION:** The Strategy is designed in a manner that could potentially deliver different returns to the broad equity market. The structural growth will be largely independent of short-term economic cycles.
- **INFLATION PROTECTION:** Because of direct investments in materials, infrastructure, and energy, we believe the Strategy will perform well in certain inflationary environments.
- **AN INEFFICIENT OPPORTUNITY SET:** In growth environments, some assets tend to be overlooked while other assets are bid up in a speculative frenzy. We strive to identify attractively priced equities with long-term secular growth prospects in the power infrastructure sector.

¹ U.S. Bureau of Labor Statistics, UK Office for National Statistics (ONS), IEA

² McKinsey, The World Economic Forum

The GMO Solution

The GMO Power Infrastructure Strategy seeks to deliver total return by primarily investing in the equities of companies operating in power infrastructure-related industries. We believe our approach to be differentiated across a few dimensions:

TARGETED UNIVERSE DEFINITION

- We focus on identifying high-quality companies globally whose profitability is directly tied to the electrification and power value chain, an area we believe will experience strong secular growth over the coming decades.

EXPERIENCED TEAM

- GMO has a broad team of talented, experienced investment professionals. We have been investing in energy markets for decades.



ACTIVE MANAGEMENT

- We scour the universe for attractively priced companies without regard to arbitrary benchmarks.

LONG-TERM PERSPECTIVE

- As a private partnership, GMO has the willingness and ability to take short-term risk in the pursuit of long-term returns. We believe this is particularly important when investing in the climate change sector.

The Client Fit

We believe the GMO Power Infrastructure Strategy can play three roles in client portfolios. First, it's a great addition to a real assets allocation through its diversification and inflation hedging benefits. In addition, clients may view our strategy as a complement to existing illiquid infrastructure allocations, given the nature of the targeted universe. Finally, many clients may view the Strategy as a global equity alpha play with the expectation that the Strategy has the potential to outperform the broad equity market over a long period of time.

Who We Are

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.

The Team

The GMO Power Infrastructure Strategy is managed by the Focused Equity team. GMO employs a team approach to portfolio management and research so that responsibilities are shared among several team members. Lucas White and Tom Hancock, portfolio managers for the Power Infrastructure Strategy, oversee idea generation, research, and portfolio positioning.

RISK

Risks associated with investing in the Strategy may include Focused Investment Risk, Market Risk - Equities, Management and Operational Risk, Non-U.S. Investment Risk, and Market Disruption and Geopolitical Risk.