

---

## HIGHLIGHTS

- Large Capitalization stocks (as represented by the Russell 1000 Index) fell -5.1% during the quarter.
  - The Glenmede Quantitative U.S. Large Cap 130/30 Equity strategy outperformed the Russell 1000 Index by +4.0% (+3.8% net).
  - The strategy reflected stock selection outperformance in seven of eleven sectors. The most positive relative contributions were in the Communication Services and Information Technology sectors. The most negative relative contributions were in the Real Estate and Health Care sectors.
- 

The Glenmede Quantitative U.S. Large Cap 130/30 Equity Composite had a total return for First Quarter 2022 of -1.1% (-1.3% net). On a relative basis, the Quantitative U.S. Large Cap 130/30 Equity Composite outperformed the Russell 1000 Index by +4.0% (+3.8% net).

For the First Quarter 2022, the S&P 500 and Russell 1000 Indexes had total returns of -4.6% and -5.1%, respectively. Investor sentiment was negatively impacted by the Omicron wave, surging inflation and the Russian invasion of Ukraine. On March 16, the federal funds target rate was raised for the first time since December 2018 and the Fed is expected to raise short-term interest rates at least six more times in 2022 to combat inflation. The 10-year Treasury yield increased to about 2.3% from about 1.5% at the end of 2021. The Russell 1000 Value Index (-0.7%) outperformed the Russell 1000 Growth Index (-9.0%) by about +8.3%. The best performing sectors in the Russell 1000 Index were Energy (+38.7%) and Utilities (+4.3%). The worst performing sectors were Communication Services (-12.2%) and Consumer Discretionary (-9.8%).

For the quarter, the strategy had positive contributions from multi-factor stock selection models, including biases towards stocks with relatively lower valuations. The strategy was negatively impacted from underexposures to four of the five largest companies in the Russell 1000 Index. The strategy benefitted from underweightings to companies with negative earnings. The strategy reflected stock selection outperformance in seven of eleven sectors. The most positive relative contributions were in the Communication Services and Information Technology sectors. The most negative relative contributions were in the Real Estate and Health Care sectors. Industry group biases had net positive impact on performance from targeted overweightings in Financials and Utilities, and underweightings in Consumer Discretionary and Information Technology stocks. The strategy had a positive spread between the long versus short positions. Long equity positions reflected a total return of -2.2% and short positions had a total return of -4.9%.

The latest U.S. real GDP estimate for Fourth Quarter 2021 was +6.9% versus +2.3% for Third Quarter. GDP reflected gains in gross private domestic investment (+36.7%), exports (+22.4%) and personal consumption expenditures (+2.5%). Detractors included imports (+17.9%), federal spending (-4.3%) and state/local spending (-1.6%). Many economists project real GDP growth of 3% to 4% for 2022. Looking forward, as nations continue to manage through the pandemic, we would expect strong corporate earnings growth for 2022. However, the tense situation between Russia and Ukraine is having significant global economic and financial impacts. Currently, our leading industry group indicators target overweightings in Communication Services, Information Technology, and Real Estate, and underweightings in Health Care and Industrials. We believe this strategy is well positioned with its multifactor approach favoring stocks with cheaper valuations, stronger fundamentals, positive earnings/revenue estimate trends and attractive technicals.

## QUANTITATIVE U.S. LARGE CAP 130/30 EQUITY Composite Performance (%)

As of 3/31/2022	QTD	YTD	1 YEAR	3 YEAR*	5 YEAR*	10 YEAR*	SINCE INCEPTION* (12/31/05)
Glenmede (Gross)	-1.1	-1.1	13.8	12.9	11.3	13.3	10.3
Glenmede (Net)	-1.3	-1.3	12.7	11.8	10.3	12.4	9.4
Russell 1000 Index	-5.1	-5.1	13.3	18.7	15.8	14.5	10.5

\*Annualized

Glenmede Investment Management, LP claims compliance with the Global Investment Performance Standards (GIPS®).

Glenmede Investment Management, LP, a registered Investment Advisor, is an affiliate of The Glenmede Trust Company, NA (GTC). The "Firm" is defined as all investment advisory accounts managed by Glenmede Investment Management LP. Effective January 1, 2007, the Investment Product Management Group of GTC became Glenmede Investment Management, LP. All performance prior to January 1, 2007, shown here as the performance of GIM, was previously reported as the performance of the Investment Product Management Group of the Glenmede Trust Company.

**Past performance is not indicative of future performance and may be lower or higher than the performance quoted.** All of the composites' valuations and returns are computed and stated in U.S. Dollars. Additional information regarding the Firm's policies for valuing portfolios, calculating performance and preparing compliant presentations, is available upon request. A GIPS® compliant presentation, as well as a complete list of firm composites and performance, can be requested from Jeffrey Coron at 215.419.6627. Please see the GIPS® presentation for further explanation.

The Glenmede Quantitative U.S. Large Cap 130/30 Equity Composite objective is to use long and short equity positions based on proprietary multi-factor stock ranking models, overlaid with upside and downside risk screens, to achieve long-term capital appreciation consistent with reasonable risk to principal. The Russell 1000 Index is an unmanaged, market value weighted index, which measures total return performance of the 1,000 companies that are largest in the market. One cannot invest directly in an index.

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.

The views expressed represent the opinions of the portfolio managers as of March 31, 2022. There can be no assurance that the same factors would result in the same decisions being made in the future. In addition, the views are not intended as a recommendation of any security, sector or product. Past performance is not indicative of future performance. **Returns reported represent past performance and are not indicative of future results.** Actual performance may be lower or higher than the performance set forth above. For institutional adviser use only, not intended to be shared with retail clients.

Q1  
2022

1650 Market Street, Suite 1200 Philadelphia, PA 19103-7391  
215-419-6662 | gimclientsupport@glenmede.com

[glenmedeim.com](http://glenmedeim.com)

**GLENMEDE**  
INVESTMENT MANAGEMENT