

# QUANTITATIVE INTERNATIONAL EQUITY QUARTERLY COMMENTARY

## HIGHLIGHTS

- International stocks (as represented by the MSCI World ex U.S. Index) rose +5.6% during the quarter.
- The Glenmede Quantitative International Equity strategy outperformed the MSCI World ex U.S. Index by +1.8% net of fees for the quarter.
- The strategy reflected stock selection outperformance in seven of eleven sectors relative to the MSCI World ex U.S. Index. The most positive relative performances were in the Materials and Industrials sectors. The most negative relative performances were in the Information Technology and Financials sectors.

The Glenmede Quantitative International Equity (Local Currency) Composite had a total return for First Quarter 2024 of +7.4% (net of fees). On a relative basis, the Quantitative International Equity Composite outperformed the MSCI World ex U.S. Index by +1.8%.

In the First Quarter 2024, the MSCI World ex U.S. Index had a total return of +5.6% (US\$ equivalent). Investor sentiment was boosted by increased optimism on inflation and economic growth. The MSCI EAFE Growth Index (+7.3%) outperformed the MSCI EAFE Value Index (+4.4%) by about +2.9%. For the quarter, the best performing sectors in the MSCI World ex U.S. Index were Information Technology (+12.7%) and Consumer Discretionary (+10.5%). The worst performing sectors were Utilities (-5.0%) and Consumer Staples (-2.9%). The best performing countries in the MSCI World ex U.S. Index were Netherlands (+15.3%) and Denmark (+15.3%), and the worst performing countries were Portugal (-17.9%) and Hong Kong (-11.8%).

For the quarter, the strategy had net positive contributions from multi-factor stock ranking models, including biases towards companies with lower valuations. The strategy reflected stock selection outperformance in seven of eleven sectors relative to the MSCI World ex U.S. Index. The most positive relative performances were in the Materials and Industrials sectors. The most negative relative performances were in the Information Technology and Financials sectors. Industry group biases had minor impacts. Country allocations had net positive contributions from overweightings in France and Japan and underweightings in Australia and Switzerland stocks.

Although recession risks are elevated, we expect positive corporate earnings growth for 2024 supported by declining inflation, prudent fiscal policy and monetary actions. However, geopolitical risks can have significant global economic and financial impacts. Currently, our leading industry group indicators target overweightings in Consumer Discretionary, Materials and Utilities and underweightings in Industrials, Financials, Communication Services and Consumer Staples. We believe this strategy is well positioned with its multifactor approach favoring stocks with more attractive valuations, high cash flows, strong fundamentals, positive earnings/revenue estimate trends and favorable technicals.

## QUANTITATIVE INTERNATIONAL EQUITY Composite Performance (%)

As of 3/31/2024	QTD	YTD	1 YEAR	3 YEAR*	5 YEAR*	10 YEAR*	SINCE INCEPTION* (3/31/2021)
Glenmede (Gross)	7.6	7.6	19.0	n/a	n/a	n/a	7.6
Glenmede (Net)	7.4	7.4	18.1	n/a	n/a	n/a	6.8
MSCI World, ex US	5.6	5.6	15.3	n/a	n/a	n/a	4.9

\*Annualized

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

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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. Net numbers are net of max allowable management fee for this strategy. 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 GIM Client Service at 215.419.6662. Please see the GIPS® presentation for further explanation.

The MSCI World ex US Index is a free float-adjusted market capitalization index that is designed to measure the equity market performance of developed markets, excluding the US. The MSCI World ex US Index consists of the following 22 developed market country indices: Australia, Austria, Belgium, Canada, Denmark, Finland, France, Germany, Hong Kong, Ireland, Israel, Italy, Japan, the Netherlands, New Zealand, Norway, Portugal, Singapore, Spain, Sweden, Switzerland, and the United Kingdom. One cannot invest directly in an index. One cannot invest directly in an index.

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

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

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