

QUANTITATIVE U.S. LARGE CAP 130/30 EQUITY QUARTERLY COMMENTARY

HIGHLIGHTS

- Large Capitalization stocks (as represented by the Russell 1000 Index) rose +10.3% during the quarter.
- The Glenmede Quantitative U.S. Large Cap 130/30 Equity strategy underperformed the Russell 1000 Index by -0.8% net of fees for the quarter.
- The strategy had stock selection outperformance in five of eleven sectors. The most positive relative contributions were in the Consumer Discretionary and Industrials sectors. The most negative relative contributions were in the Information Technology and Communication Services sectors.

The Glenmede Quantitative U.S. Large Cap 130/30 Equity Composite had a total return for First Quarter 2024 of +9.5% (net of fees). On a relative basis, the Quantitative U.S. Large Cap 130/30 Equity Composite underperformed the Russell 1000 Index by -0.8%.

For the First Quarter 2024, the S&P 500 and Russell 1000 Indexes had total returns of +10.6% and +10.3%, respectively. Equity markets gained in response to higher-than expected real GDP, job growth, positive earnings surprises and AI exuberance. Although the CPI for January and February were slightly above expectations, the PCE was in line. The market expects three interest rate cuts this year. The 10-Year Treasury yield increased by about 0.3% to 4.2% and stock market volatility as measured by the CBOE VIX increased from about 12.5 to 13.0. For Fourth Quarter 2023 results, about 74% of Russell 1000 companies reported positive earnings surprises. In the first quarter, only six names contributed about half (503 basis points) of the total return for the Russell 1000 Index. The average stock (equal-weighted) in the Index underperformed with a total return of about +6.9%. The Russell 1000 Growth Index (+11.4%) outperformed the Russell 1000 Value Index (+9.0%) by about +2.4%. In the quarter, the best performing sectors in the Russell 1000 Index were Communication Services (+15.0%) and Energy (+13.3%). The worst performing sectors were Real Estate (-1.1%) and Utilities (+5.4%).

For the quarter, the strategy had net negative contributions from multi-factor stock selection models, including biases towards lower valuations. The strategy was unfavorably impacted from relatively lower market capitalizations

versus the Russell 1000 Index. The strategy had stock selection outperformance in five of eleven sectors. The most positive relative contributions were in the Consumer Discretionary and Industrials sectors. The most negative relative contributions were in the Information Technology and Communication Services sectors. Industry group biases had minor impacts on performance. Long equity positions had a total return of +9.2% outperforming short positions with a total return of +7.0%.

The U.S. real GDP estimate for Fourth Quarter was +3.4% versus +4.9% for the Third Quarter. The quarter reflected gains in personal consumption expenditures (+3.3%), government spending (+4.6%), and exports (+5.1%). Imports (+2.2%) was a detractor. For 2024, many economists project real GDP growth in a range of 2% to 3% and CPI of 2% to 3%. We expect positive corporate profit growth of 3% to 5% supported by high employment, declining inflation, and prudent Fed monetary policy. 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 U.S. LARGE CAP 130/30 EQUITY Composite Performance (%)

As of 3/31/2024	QTD	YTD	1 YEAR	3 YEAR*	5 YEAR*	10 YEAR*	SINCE INCEPTION* (12/31/05)
Glenmede (Gross)	9.7	9.7	16.6	8.6	10.1	10.4	9.8
Glenmede (Net)	9.5	9.5	15.4	7.5	9.0	9.4	8.9
Russell 1000 Index	10.3	10.3	29.9	10.5	14.8	12.7	10.3

*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 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.

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