

QUANTITATIVE U.S. LONG/SHORT EQUITY

QUARTERLY COMMENTARY

HIGHLIGHTS

- The Glenmede Quantitative U.S. Long/Short Equity strategy, which targets a net equity exposure of 30%, outperformed its blended benchmark (30% Russell 3000 Index, 70% Barclays 30-month Treasury Bill) during the quarter by +1.6% net of fees.
- For the quarter, the strategy had mixed contributions from multi-factor stock selection models, including biases towards lower valuations
- The strategy had stock selection outperformance in six of eleven sectors. The most positive relative contributions were in the Industrials and Materials sectors. The most negative relative contributions were in the Information Technology and Communication Services sectors.

The Glenmede Quantitative U.S. Long/Short Equity Composite had a total return for the First Quarter 2024 of +5.5% (net of fees). The Quantitative U.S. Long/Short Equity Composite outperformed a blended mix of 30% Russell 3000 and 70% Barclays 3-Month Treasury Bill Indexes by +1.6%. This strategy is managed to a net equity exposure of about 30%.

For the First Quarter 2024, the S&P 500 and Russell 3000 Indexes had total returns of +10.6% and +10.0%, 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 66% of Russell 3000 companies reported positive earnings surprises. In the first quarter, only seven names contributed over half (504 basis points) of the total return for the Russell 3000 Index. The average stock (equal-weighted) in the Index underperformed with a total return of about +3.8%. The Russell 3000 Growth Index (+11.2%) outperformed the Russell 3000 Value Index (+8.6%) by about +2.6%. In the quarter, the best performing sectors in the Russell 3000 Index were Communication Services (+14.7%) and Energy (+13.1%). The worst performing sectors were Real Estate (-1.2%) and Utilities (+4.8%).

For the quarter, the strategy had mixed 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 3000 Index. The strategy had stock selection outperformance in six of eleven sectors. The most positive relative contributions were in the Industrials and Materials 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 +9.3% outperforming short positions with a total return of +5.7%.

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. 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. LONG/SHORT EQUITY Composite Performance (%)

As of 3/31/2024	QTD	YTD	1 YEAR	3 YEAR*	5 YEAR*	10 YEAR*	SINCE INCEPTION* (11/30/06)
Glenmede (Gross)	5.8	5.8	10.3	9.1	6.4	5.0	4.2
Glenmede (Net)	5.5	5.5	8.9	7.8	5.1	3.7	3.0
Russell 3000 Index	10.0	10.0	29.3	9.8	14.3	12.3	9.9
30% Russell 3000/70% Barclays Capital 3-Month TBill	3.9	3.9	12.4	5.1	6.0	4.8	4.1

*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. Long/Short 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 3000 Index is an unmanaged, market value weighted index, which measures total return performance of the 3,000 companies that are largest in the market. One cannot invest directly in an index.

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