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# Quarterly Newsletter

## The Rally Continues

Global equity markets extended their positive performance in the second quarter with the MSCI World Index returning +4.0%. International equity markets continued to outpace U.S. markets, with the MSCI EAFE Index returning +6.1%, while the Russell 1000 Index returned +2.9%. From a sector perspective, Energy was the largest detractor as oil prices remained weak. As expected, the Fed raised rates in June and is projecting one additional hike this year as labor conditions have tightened and inflation approaches its target. Improving global economic conditions have led several key central banks in developed nations to consider reducing accommodative monetary policies in the near term, which surprised markets. As a result, the U.S. dollar further retreated against most major currencies during the second quarter, falling 4.9% against a basket of trade-weighted currencies.

[Click here for SGA's complete market overview and outlook.](#)

## Strategy Update

The SGA equity strategies highlighted below have all outperformed their respective benchmarks for the 3-Year period ending June 30, 2017. All but the Global Equity strategy and International Equity ADR strategies outperformed in Q2 and the YTD period ending June 30, 2017.

International Equity	Q2-17	YTD	3-Yrs*
SGA (Gross)	7.28%	14.58%	3.83%
SGA (Net)	7.02%	14.02%	2.80%
MSCI EAFE (ND)	6.12%	13.81%	1.15%
SGA Excess (Gross)	1.16%	0.77%	2.68%

[Click here for a full update and additional disclosures on SGA's International Equity strategy.](#)

International ADR Equity ADR	Q2-17	YTD	3 Yrs*
SGA (Gross)	5.14%	12.14%	3.32%
SGA (Net)	4.90%	11.62%	2.34%
MSCI EAFE (ND)	6.12%	13.81%	1.15%
SGA Excess (Gross)	-0.98%	-1.67%	2.17%

[Click here for a full update and additional disclosures on SGA's International Equity ADR strategy.](#)

International Equity ACWI ex-US	Q2-17	YTD	Since Incept (6/30/2015)*
SGA (Gross)	7.20%	16.33%	4.86%
SGA (Net)	6.94%	15.77%	3.83%
MSCI ACWI ex-US (ND)	5.78%	14.10%	3.98%
SGA Excess (Gross)	1.42%	2.23%	0.88%

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International Small Cap Equity	Q2-17	YTD	3-Yrs*
SGA (Gross)	8.32%	20.09%	7.66%
SGA (Net)	7.93%	19.22%	6.07%
MSCI World ex-US Small Cap (ND)	7.28%	15.45%	4.02%
SGA Excess (Gross)	1.04%	4.64%	3.64%

[Click here for a full update and additional disclosures on SGA's International Small Cap Equity strategy.](#)

International All Cap Equity	Q2-17	YTD	3-Yrs*
SGA (Gross)	6.56%	15.91%	4.83%
SGA (Net)	6.30%	15.34%	3.80%
MSCI World ex-US IMI (ND)	5.86%	13.19%	1.12%
SGA Excess (Gross)	0.70%	2.72%	3.71%

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International SMID Equity	Q2-17	YTD	3-Yrs*
SGA (Gross)	8.98%	19.60%	8.32%
SGA (Net)	8.58%	18.73%	6.71%
MSCI EAFE SMID (ND)	7.63%	16.08%	4.65%
SGA Excess (Gross)	1.35%	3.52%	3.67%

[Click here for a full update and additional disclosures on SGA's International SMID Equity strategy.](#)

Global Equity	Q2-17	YTD	3-Yrs*
SGA (Gross)	3.64%	11.34%	6.56%
SGA (Net)	3.39%	10.80%	5.51%
MSCI World (ND)	4.03%	10.66%	5.24%
SGA Excess (Gross)	-0.39%	0.68%	1.32%

[Click here for a full update and additional disclosures on SGA's Global Equity strategy.](#)

US Large Cap Equity	Q2-17	YTD	3-Yrs*
SGA (Gross)	2.92%	11.06%	9.43%
SGA (Net)	2.73%	10.66%	8.64%
Russell 1000 (ND)	2.91%	8.96%	8.62%
SGA Excess (Gross)	0.01%	2.10%	0.81%

[Click here for a full update and additional disclosures on SGA's US Large Cap Equity strategy.](#)

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