

A globally applied fundamental process that integrates proprietary systematic and traditional research



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Quarterly Newsletter

Volatile World, Volatile Markets

Following a sustained period of muted volatility, global equity markets reversed course in the first quarter with jarring and precipitous market movements. In some ways, the markets mirrored the current volatility of U.S. politics, and the recent swings are a reminder of how quickly investor sentiment can shift from a bullish to a bearish narrative. Despite the volatility, the cyclical upswing that began in mid-2016 continued throughout 2017, with 120 economies reporting economic gains. These gains represent the broadest synchronized global growth upsurge since the immediate aftermath of the global financial crisis. Placed in a historical context, the occasional pullback that markets are currently experiencing is more representative of a normal market environment than last year’s steady performance.

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

Strategy Update

The SGA equity strategies highlighted below have nearly all outperformed their respective benchmarks for the 3-year period ending March 31, 2018. All but the International Equity and International ADR Equity strategies outperformed for the 1-year period ending March 31, 2018.

International Equity	1Q-18	1 Yr	3 Yrs*
SGA (Gross)	-2.17%	14.76%	6.33%
SGA (Net)	-2.35%	13.78%	5.32%
MSCI EAFE (Net)	-1.53%	14.80%	5.55%
SGA Excess (Gross)	-0.64%	-0.04%	0.78%

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

International ADR Equity	1Q-18	1 Yr	3 Yrs*
SGA (Gross)	-2.19%	13.43%	6.42%
SGA (Net)	-2.37%	12.48%	5.45%
MSCI EAFE (Net)	-1.53%	14.80%	5.55%
SGA Excess (Gross)	-0.66%	-1.37%	0.87%

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International ACWI ex-U.S. Equity	1Q-18	1 Yr	Since Incept (6/30/2015)*
SGA (Gross)	-1.45%	17.68%	7.08%
SGA (Net)	-1.66%	16.61%	6.05%
MSCI ACWI ex USA (Net)	-1.18%	16.53%	6.56%

SGA Excess (Gross) **-0.27%** **1.15%** **0.52%**
[Click here for a full update and additional disclosures on SGA's International ACWI ex-U.S. Equity strategy.](#)

International Small Cap Equity	1Q-18	1 Yr	3 Yrs*
SGA (Gross)	-1.13%	23.56%	14.58%
SGA (Net)	-1.35%	22.11%	13.00%
MSCI World ex USA Small Cap (Net)	-0.50%	21.16%	11.30%
SGA Excess (Gross)	-0.63%	2.40%	3.28%

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

International All Cap Equity	1Q-18	1 Yr	3 Yrs*
SGA (Gross)	-2.02%	17.17%	9.10%
SGA (Net)	-2.23%	16.11%	8.05%
MSCI World ex USA IMI (Net)	-1.81%	14.95%	6.10%
SGA Excess (Gross)	-0.21%	2.22%	3.00%

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International SMID Cap Equity	1Q-18	1 Yr	3 Yrs*
SGA (Gross)	-3.05%	22.21%	13.18%
SGA (Net)	-3.27%	20.78%	11.62%
MSCI EAFE SMID Cap (Net)	-0.66%	20.46%	9.95%
SGA Excess (Gross)	-2.39%	1.75%	3.23%

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

Global Equity	1Q-18	1 Yr	3 Yrs*
SGA (Gross)	-1.69%	15.73%	8.16%
SGA (Net)	-1.87%	14.73%	7.14%
MSCI World (Net)	-1.28%	13.59%	7.97%
SGA Excess (Gross)	-0.41%	2.14%	0.19%

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U.S. Large Cap Equity	1Q-18	1 Yr	3 Yrs*
SGA (Gross)	-0.36%	17.65%	10.30%
SGA (Net)	-0.50%	16.90%	9.52%
Russell 1000 (Gross)	-0.69%	13.98%	10.39%
SGA Excess (Gross)	0.33%	3.67%	-0.09%

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

*Denotes an annualized return.

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