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SGA Quarterly Newsletter

Risks Appear but Markets Roll On

Global equity markets delivered positive performance for the quarter and year to date, driven by stronger U.S. market results. There was considerable dispersion across benchmark returns, with U.S. markets outpacing international and emerging markets. The wide spread in returns reflected a break in the “synchronized global growth” narrative that has prevailed over the past year. The market outlook remained broadly positive, but slightly less optimistic than at the beginning of the year as investors assessed trade tensions and the impact on global economies. Overall, markets remained resilient despite periods of increased volatility. More importantly, many of the risks did not materially impact corporate earnings growth, business confidence, or consumer confidence.

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

Strategy Update

The SGA equity strategies highlighted below except Global Equity and US Large Cap Equity have all outperformed their respective benchmarks for the 3-year period ending June 30, 2018. All but the International Equity and International ACWI ex-US strategies outperformed for the 1-year period ending June 30, 2018.

International Equity	2Q-18	1 Yr	3 Yrs*
SGA (Gross)	-1.32%	5.56%	5.41%
SGA (Net)	-1.50%	4.71%	4.43%
MSCI EAFE (Net)	-1.24%	6.84%	4.90%
SGA Excess (Gross)	-0.08%	-1.28%	0.51%

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

International ADR Equity	2Q-18	1 Yr	3 Yrs*
SGA (Gross)	-0.89%	6.92%	5.44%
SGA (Net)	1.08%	6.07%	4.50%
MSCI EAFE (Net)	-1.24%	6.84%	4.90%
SGA Excess (Gross)	0.35%	0.08%	0.54%

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International ACWI ex-U.S. Equity	2Q-18	1 Yr	3Yrs*
SGA (Gross)	-2.41%	7.13%	5.62%
SGA (Net)	-2.62%	6.19%	4.61%
MSCI ACWI ex USA (Net)	-2.61%	7.28%	5.07%
SGA Excess (Gross)	0.20%	-0.15%	0.55%

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

International Small Cap Equity	2Q-18	1 Yr	3 Yrs*
SGA (Gross)	-1.90%	11.89%	11.51%
SGA (Net)	-2.13%	10.74%	10.03%

MSCI World ex USA Small Cap (Net)	-0.94%	11.87%	9.45%
SGA Excess (Gross)	-0.96%	0.02%	2.06%

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

International All Cap Equity	2Q-18	1 Yr	3 Yrs*
SGA (Gross)	-1.58%	8.22%	7.36%
SGA (Net)	-1.79%	7.27%	6.34%
MSCI World ex USA IMI (Net)	-0.77%	7.74%	5.49%
SGA Excess (Gross)	-0.81%	0.48%	1.87%

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

International SMID Cap Equity	2Q-18	1 Yr	3 Yrs*
SGA (Gross)	-1.07%	10.93%	11.24%
SGA (Net)	-1.30%	9.79%	9.76%
MSCI EAFE SMID Cap (Net)	-1.20%	10.58%	8.50%
SGA Excess (Gross)	0.13%	0.35%	2.74%

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

Global Equity	2Q-18	1 Yr	3 Yrs*
SGA (Gross)	0.95%	12.72%	8.24%
SGA (Net)	0.76%	11.81%	7.24%
MSCI World (Net)	1.73%	11.09%	8.48%
SGA Excess (Gross)	-0.78%	1.63%	-0.24%

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

U.S. Large Cap Equity	2Q-18	1 Yr	3 Yrs*
SGA (Gross)	2.21%	16.84%	11.31%
SGA (Net)	2.07%	16.15%	10.54%
Russell 1000 (Gross)	3.57%	14.54%	11.64%
SGA Excess (Gross)	-1.36%	2.30%	-0.33%

[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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