

A globally applied fundamental process that integrates proprietary quantitative and fundamental research

[Team](#)

[Process](#)

[Philosophy](#)

[Contact](#)



1st Quarter 2019 Newsletter

Markets Bounce Back

Global equity markets bounced back in the first quarter following a sharp selloff at the end of 2018. A dovish pivot by the Federal Reserve and optimism over U.S.-China trade negotiations bolstered investor sentiment, resulting in notable stock market gains. Economic conditions continued their prolonged period of expansion as global real GDP grew 3.7% in 2018 and unemployment rates trended lower across major economies, reaching historically low levels in Japan and the U.S. Despite expectations that economic growth will remain positive in 2019, leading indicators, such as global PMIs, are signaling that growth will normalize at a more sustainable rate. The economic backdrop could potentially benefit from an extension of accommodative policies, low inflation, and a trade deal resolution.

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

Strategy Update

The SGA equity strategies highlighted below have all outperformed their respective benchmarks since inception as of March 31, 2019.

International Equity	1Q-19	1 Yr	3 Yrs*	5 Yrs*	Since Inception* (11/30/05)
SGA (Gross)	10.93%	-4.01%	6.99%	4.05%	6.06%
SGA (Net)	10.73%	-4.73%	6.06%	3.09%	5.04%
MSCI EAFE (Net)	9.98%	-3.71%	7.27%	2.33%	4.01%
SGA Excess (Gross)	0.95%	-0.30%	-0.28%	1.72%	2.05%
Click for the attribution and review			Click for Factsheet and additional disclosures		

International ADR Equity	1Q-19	1 Yr	3 Yrs*	5 Yrs*	Since Inception* (6/30/06)
SGA (Gross)	10.13%	-3.54%	6.83%	4.06%	4.74%
SGA (Net)	9.93%	-4.26%	5.94%	3.14%	3.82%
MSCI EAFE (Net)	9.98%	-3.71%	7.27%	2.33%	3.04%
SGA Excess (Gross)	0.15%	0.17%	-0.44%	1.73%	1.70%
Click for the attribution and review			Click for Factsheet and additional disclosures		

International ACWI ex-U.S. Equity	1Q-19	1 Yr	3 Yrs*	5 Yrs*	Since Inception* (6/30/15)
SGA (Gross)	10.74%	-4.17%	8.49%	-	3.96%
SGA (Net)	10.51%	-4.99%	7.49%	-	2.99%
MSCI ACWI ex USA (Net)	10.31%	-4.22%	8.09%	-	3.57%
SGA Excess (Gross)	0.43%	0.05%	0.40%	-	0.39%
Click for the attribution and review					Click for Factsheet and additional disclosures

International Small Cap Equity	1Q-19	1 Yr	3 Yrs*	5 Yrs*	Since Inception* (3/31/10)
SGA (Gross)	11.73%	-11.38%	8.09%	5.40%	10.71%
SGA (Net)	11.49%	-12.18%	6.81%	4.02%	9.19%
MSCI World ex USA Small Cap (Net)	10.93%	-8.66%	7.28%	3.69%	6.87%
SGA Excess (Gross)	0.80%	-2.72%	0.81%	1.71%	3.84%
Click for the attribution and review					Click for Factsheet and additional disclosures

International All Cap Equity	1Q-19	1 Yr	3 Yrs*	5 Yrs*	Since Inception* (4/30/08)
SGA (Gross)	12.06%	-4.83%	7.92%	4.91%	4.51%
SGA (Net)	11.83%	-5.64%	6.93%	3.92%	3.50%
MSCI World ex USA IMI (Net)	10.52%	-3.97%	7.29%	2.40%	1.89%
SGA Excess (Gross)	1.54%	-0.86%	0.63%	2.51%	2.62%
Click for the attribution and review					Click for Factsheet and additional disclosures

International SMID Cap Equity	1Q-19	1 Yr	3 Yrs*	5 Yrs*	Since Inception* (9/30/06)
SGA (Gross)	12.11%	-5.00%	10.29%	7.12%	6.54%
SGA (Net)	11.87%	-5.86%	8.99%	5.72%	5.04%
MSCI EAFE SMID Cap (Net)	10.48%	-7.64%	6.98%	4.05%	4.12%
SGA Excess (Gross)	1.63%	2.64%	3.31%	3.07%	2.42%
Click for the attribution and review					Click for Factsheet and additional disclosures

Global Equity	1Q-19	1 Yr	3 Yrs*	5 Yrs*	Since Inception* (10/31/13)
SGA (Gross)	11.92%	0.44%	10.01%	7.64%	8.98%
SGA (Net)	11.72%	-0.31%	9.06%	6.66%	7.98%
MSCI World (Net)	12.48%	4.01%	10.68%	6.78%	7.25%
SGA Excess (Gross)	-0.56%	-3.57%	-0.67%	0.86%	1.73%
Click for the attribution and review					Click for Factsheet and additional disclosures

U.S. Large Cap Equity	1Q-19	1 Yr	3 Yrs*	5 Yrs*	Since Inception* (6/30/07)
SGA (Gross)	13.00%	4.30%	13.26%	10.26%	8.43%
SGA (Net)	12.85%	3.73%	12.53%	9.51%	7.65%
Russell 1000 (Gross)	14.00%	9.30%	13.52%	10.63%	7.90%
SGA Excess (Gross)	-1.00%	-5.00%	-0.26%	-0.37%	0.53%
Click for the attribution and review	Click for Factsheet and additional disclosures				

*Denotes an annualized return.

SGA Research: [Which Strategy Would You Choose?](#)

Sometimes looks can be deceiving. SGA reviews the impact that selected time periods can have when analyzing investment results.

Was this newsletter forwarded to you from a colleague? [Click here to subscribe.](#)

Please feel free to contact us with any questions.

Strategic Global Advisors | Newport Beach, CA | [Email us](#) | (949) 706-2640

Strategic Global Advisors, LLC is an independent registered investment advisor. Past performance is not a guarantee of future results. Individual investor's returns may be higher or lower than the performance shown and the actual return of a client's account may fluctuate and at any given time to be worth more or less than the amount invested.

Performance results portrayed reflect the reinvestment of dividends and other earnings. Model fees have been utilized for net of fees calculations. For further detail on the model fees for each strategy, please click on the link for additional disclosures.

The person sending this email is an employee of Strategic Global Advisors, LLC, a registered investment advisor. This email (including any attachments) may contain confidential or privileged information intended only for the recipient addressed. If you're not that person, you are hereby notified that any dissemination, distribution, copying, or other use of or reliance upon the information contained herein is strictly prohibited and may be unlawful. If you feel you have received this email in error, please notify us immediately by return email, and destroy this communication and all copies thereof, including all attachments.

Strategic Global Advisors, LLC does not guarantee that the integrity of this communication has been maintained nor that this communication is free of viruses, interceptions, or interference. Strategic Global Advisors, LLC accepts no liability for any errors or omissions arising as a result of this transmission, nor for any delay in its receipt or damage to your system. Furthermore, pursuant to Securities and Exchange Commission requirements, all incoming and outgoing email of Strategic Global Advisors, LLC is subject to review by its compliance department. As part of the compliance and surveillance of Strategic Global Advisors, LLC's business activities, this message may be read by persons other than the intended recipients.

To unsubscribe to future emails from this user, click here: [Unsubscribe](#)



Important Risk Considerations: There is potential for shortfall in any investment process due to a variety of factors including but not limited to, data and system imperfections, analyst judgment, and the complex nature of designing and implementing portfolio construction systems and other quantitative processes in particular pose broader risk because they may be more pervasive in nature. Furthermore, the Advisor's systems may not necessarily perform in a manner in which they have historically performed or were intended to perform. The Advisor recognizes that such shortfalls are inherent to both fundamental and quantitative processes, and believes that combining both approaches improves the opportunity to reduce these shortfalls. However, these efforts may not necessarily result in the identification of profitable investments or the management of risk.