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3rd Quarter 2019 Newsletter

Volatility Might Spook Markets This Halloween

In the third quarter, global equities remained near all-time highs overcoming ongoing trade issues, geo-political uncertainty, and slower economic growth. Despite global equity markets rebounding in September, markets will need to navigate continued trade tensions and the risk of a manufacturing slowdown negatively impacting other areas of the economy such as labor markets and consumer spending.

Geo-political concerns, including the ongoing tariff discussions, Brexit uncertainty, potential U.S. impeachment proceedings, and global monetary policy will likely continue to dominate headlines through the rest of 2019 and be a key driver of volatility in equity markets. SGA's view is that actively selecting high quality stocks with attractive valuations will become even more important in times of uncertainty, as we believe that companies with strong fundamentals will be rewarded in the long-run.

[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 September 30, 2019.

International Equity	3Q-19	1 Yr	3 Yrs*	5 Yrs*	Since Inception* (11/30/05)
SGA (Gross)	-1.01%	-3.05%	5.50%	3.83%	5.88%
SGA (Net)	-1.20%	-3.78%	4.63%	2.90%	4.87%
MSCI EAFE (Net)	-1.07%	-1.34%	6.48%	3.27%	4.05%
SGA Excess (Gross)	0.06%	-1.71%	-0.98%	0.56%	1.83%

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International ADR Equity	3Q-19	1 Yr	3 Yrs*	5 Yrs*	Since Inception* (6/30/06)
SGA (Gross)	-0.60%	-2.24%	5.77%	4.22%	4.74%
SGA (Net)	-0.79%	-2.98%	4.92%	3.32%	3.82%
MSCI EAFE (Net)	-1.07%	-1.34%	6.48%	3.27%	3.12%
SGA Excess (Gross)	0.47%	-0.90%	-0.71%	0.95%	1.62%

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International ACWI ex-U.S. Equity	3Q-19	1 Yr	3 Yrs*	5 Yrs*	Since Inception* (6/30/15)
SGA (Gross)	-1.68%	-1.24%	7.59%	-	3.94%
SGA (Net)	-1.89%	-2.08%	6.63%	-	2.98%
MSCI ACWI ex USA (Net)	-1.80%	-1.23%	6.33%	-	3.42%
SGA Excess (Gross)	0.12%	-0.01%	1.26%	-	0.52%

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International Small Cap Equity	3Q-19	1 Yr	3 Yrs*	5 Yrs*	Since Inception* (3/31/10)
SGA (Gross)	-1.83%	-7.12%	5.14%	6.11%	10.00%
SGA (Net)	-2.05%	-7.96%	4.00%	4.79%	8.51%
MSCI World ex USA Small Cap (Net)	-0.27%	-5.62%	5.54%	5.14%	6.66%
SGA Excess (Gross)	-1.56%	-1.50%	-0.40%	0.97%	3.34%

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International All Cap Equity	3Q-19	1 Yr	3 Yrs*	5 Yrs*	Since Inception* (4/30/08)
SGA (Gross)	-1.42%	-3.33%	6.67%	5.15%	4.38%
SGA (Net)	-1.63%	-4.15%	5.72%	4.17%	3.37%
MSCI World ex USA IMI (Net)	-0.84%	-1.64%	6.35%	3.33%	2.04%
SGA Excess (Gross)	-0.58%	-1.69%	0.32%	1.82%	2.34%

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International SMID Cap Equity	3Q-19	1 Yr	3 Yrs*	5 Yrs*	Since Inception* (9/30/06)
SGA (Gross)	-2.28%	-6.43%	7.28%	7.15%	6.08%
SGA (Net)	-2.50%	-7.28%	6.12%	5.81%	4.60%
MSCI EAFE SMID Cap (Net)	-0.51%	-4.90%	5.98%	5.46%	4.11%
SGA Excess (Gross)	-1.77%	-1.53%	1.30%	1.69%	1.97%

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Global Equity	3Q-19	1 Yr	3 Yrs*	5 Yrs*	Since Inception* (10/31/13)
SGA (Gross)	1.17%	-1.09%	9.81%	7.21%	8.83%
SGA (Net)	0.98%	-1.83%	8.91%	6.25%	7.84%
MSCI World (Net)	0.53%	1.83%	10.21%	7.18%	7.42%

SGA Excess (Gross) 0.64% -2.92% -0.40% 0.03% 1.41%
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U.S. Large Cap Equity	3Q-19	1 Yr	3 Yrs*	5 Yrs*	Since Inception* (6/30/07)
SGA (Gross)	2.38%	1.53%	13.86%	10.49%	8.65%
SGA (Net)	2.24%	0.97%	13.17%	9.75%	7.88%
Russell 1000 (Gross)	1.42%	3.87%	13.19%	10.62%	8.05%
SGA Excess (Gross)	0.96%	-2.34%	0.67%	-0.13%	0.60%

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*Denotes an annualized return.

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