

QUARTERLY INVESTMENT REVIEW

Equity Dislocation Investment Fund USD Class A

Performance returns (USD)

ANNUALIZED RETURNS (QUARTER-END)	Quarter-End	YTD	1-Year	3-Year	5-Year	10-Year	Since Inception
Equity Dislocation Investment Fund USD Class A (net)	3.20	3.20	7.98	–	–	–	4.30
Equity Dislocation Investment Fund USD Class A (gross)	3.75	3.75	10.34	–	–	–	6.66
FTSE 3-Mo. T-Bill	1.35	1.35	5.49	–	–	–	2.80
Value Add	+1.85	+1.85	+2.49	–	–	–	+1.50

Major Performance Drivers

For the first quarter of 2024, MSCI ACWI returned 8.1%, with MSCI ACWI Value underperforming with a return of 6.8% and MSCI ACWI Growth outperforming with a return of 9.5%. The Equity Dislocation Investment Fund aims to be dollar and (broadly) beta neutral and, for the quarter, it had an average long exposure of 100.8% and an average short exposure of 100.8%. The long portfolio underperformed MSCI Value, but the short portfolio added meaningful alpha as it had worse performance than ACWI Growth. The net return for the Equity Dislocation Investment Fund was well ahead of MSCI ACWI Value's -2.7% performance versus MSCI ACWI Growth for the quarter. Since inception, the portfolio remains well ahead of ACWI Value minus ACWI Growth, and we are very pleased by the strong return profile. We believe that the opportunity set remains extremely compelling and the strong rebound by Growth in 2023, continuing into 2024, offers an attractive entry point to the portfolio.

For the quarter, stock selection within countries across the long book detracted -170 bps relative to MSCI ACWI, driven by the U.S. (-140 bps), with no significant contributors. Stock selection in the short book had a total impact against MSCI ACWI of 410 bps. The biggest contributors were the U.S. (+320 bps) and Japan (+60 bps), with no significant detractors. There were some modest country bets, although these are typically residuals driven by bottom-up security selection, and they had an aggregate +20 bps impact on performance for the first quarter.

We are prepared to run modestly larger sector bets, up to about 10% net long or short, and the two biggest positions in this regard over the quarter were a 4.1% net long position in Financials and a 4.1% net short position in Industrials. Our sector positioning detracted -10 bps from performance. Stock selection across the long book was positive in two of the eleven sectors, negative in four sectors, and broadly flat in the other five sectors, subtracting -150 bps altogether. The biggest contributors were Consumer Discretionary (+40 bps) and Financials (+20 bps), while the biggest detractors were Information Technology (-120 bps), Communication Services (-70 bps), and Industrials (-40 bps). Stock selection in the short book was positive in seven of the eleven sectors, broadly flat in three sectors, and negative in the other one, with a total impact of 420 bps added to performance in aggregate. The biggest positive impacts came from Industrials (+120 bps), Communication Services (+110 bps), Health Care (+80 bps), and Information Technology (+80 bps), while the sole detractor was Materials (-30 bps).

Three of the top five biggest contributors at the total portfolio level were long positions, including UCB (Belgium Health Care), Meta (U.S. Communication Services), and Teva (Israel Health Care). No long positions featured in the top five biggest detractors at the total portfolio level.

Portfolio weights, as a percent of the long portfolio, for the positions mentioned were: UCB (0.9%), Meta (0.5%), and Teva (0.9%).

Inception Date: 10-May-21

Performance for the year of inception is less than a full calendar year. Returns shown for periods less than one year are not annualized.

This is a marketing communication. This is not a contractually binding document. Please refer to the prospectus and to the KIID/PRIIPS KID and do not base any final investment decision on this communication alone. **Risks:** Risks associated with investing in the Fund may include Equities Risks, Short Investment Exposure Risks, Risks of Non-U.S. Investments, Preferred Securities Risk and Depositary Receipts Risk. For a more complete discussion of these risks and others, please consult the Fund's Prospectus. Returns shown for periods greater than one year are on an annualized basis. To obtain performance information to the most recent month-end, visit www.gmo.com.

Net of all fees and expenses after reimbursement by the Manager, but not transaction costs, if any. If certain expenses were not reimbursed, performance would be lower.

Performance data quoted represents past performance and is not indicative of future results. The investment return and principal value of an investment will fluctuate so that an investor's shares, when redeemed, may be worth more or less than their original cost. Current performance data may be lower or higher than the performance data provided herein. The portfolio is not managed relative to a benchmark. References to an index are for informational purposes only. The local market in which the Fund is priced was closed for Good Friday on March 29, 2024. Therefore, the performance for the fund and corresponding benchmark will utilize March 28 for purposes of the ending valuation for the March return and the starting valuation for the April return.

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PRODUCT OVERVIEW

The GMO Equity Dislocation Investment Fund seeks high total return. It aims to own attractively valued equities while correspondingly shorting equities where we believe that valuations are reflective of implausible growth expectations. Currently, the Fund is long global Value, short global Growth, to take advantage of the exceptionally wide valuation spread between Value and Growth.

The eligible universe for both the long and short side spans the market capitalization spectrum and includes both developed and emerging markets. Utilizing GMO's proprietary Price to Fair Value model to actively select the cheapest and most expensive stocks, the portfolio is diversified across sectors, countries, and regions and is intended to be approximately beta neutral.

IMPORTANT INFORMATION

Comparator Index(es): The FTSE 3-Month Treasury Bill Index is an independently maintained and widely published index comprised of short-term U.S. Treasury bills.

An investor should consider the fund's investment objectives, risks, charges and expenses before investing. This and other important information can be found in the funds prospectus. To obtain a prospectus please visit www.gmo.com. Read the prospectus carefully before investing.

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The above Fund has not been registered under the United States Investment Company Act of 1940, as amended, nor the U.S. Securities Act of 1933, as amended. None of the shares may be offered or sold, directly or indirectly, in the U.S. or to any U.S. Person, unless the securities are registered under the Act or an exemption from the registration requirements of the Act is available. A U.S. Person is defined as (a) any individual who is a citizen or resident of the U.S. for federal income tax purposes; (b) a corporation, partnership, or other entity created or organized under the laws of or existing in the U.S.; (c) an estate or trust the income of which is subject to U.S. federal income tax regardless of whether such income is effectively connected with a U.S. trade or business.

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Investors and potential investors can also obtain the prospectus and key investor information, in English and other languages, and a summary of investor rights and information on access to collective redress mechanisms at the following website: <https://www.gmo.com/europe/product-index-page/alternatives/equity-dislocation-strategy/equity-dislocation-investment-fund/>

Please note that GMO Investments ICAV and GMO Funds PLC may decide to terminate the arrangements made for the marketing of the sub-funds in one or more EU member states pursuant to the UCITS marketing passport in accordance with the procedure provided for under the applicable laws that implement Article 93a of Directive 2009/65/EC (the UCITS Directive).

A full list of fees and charges applied to investment can be found in the prospectus and in the KIID/PRIIPS KID, available at: <https://www.gmo.com/europe/product-index-page/alternatives/equity-dislocation-strategy/equity-dislocation-investment-fund/>

This advertisement has not been reviewed by the Monetary Authority of Singapore.

ABOUT GMO

Founded in 1977, GMO is a global asset manager committed to delivering superior performance and advice to our clients. We are privately owned, which allows us to singularly focus on our sole business – achieving outstanding long-term client investment outcomes. Offering multi-asset, equity, fixed income, and alternative strategies, we invest with a long-term, valuation-based philosophical approach.

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*GMO's West Coast Hub is comprised of members of Investment, Global Client Relations, and other teams located in and around the Greater San Francisco area

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