

QUALITY CYCLICALS

OVERVIEW

The GMO Quality Cyclical Fund seeks to generate total return by investing in leading cyclical businesses. Leveraging their long-term disciplined approach to investing in high quality companies, GMO's Focused Equity team selects from a high-conviction universe of cyclical businesses that are of higher quality than their industry peers. The team believes that quality cyclical businesses are structurally underappreciated by the market and that times of elevated stress can create extraordinary opportunities in quality cyclicals.

CUMULATIVE TOTAL RETURNS (USD, NET OF FEES, %)

| | MTD | QTD | YTD | 2023 | 2022 | 2021 | 2020 |
|----------|------|------|------|-------|--------|-------|-------|
| Class VI | 5.73 | 7.28 | 7.28 | 22.85 | -12.64 | 15.62 | 47.69 |
| Index | 3.09 | 8.14 | 8.14 | 22.20 | -18.36 | 18.54 | 34.79 |

ANNUALIZED TOTAL RETURNS (USD, NET OF FEES, %)

| | 1 Year | 3 Years | 5 Years | 10 Years | ITD |
|----------|--------|---------|---------|----------|-------|
| Class VI | 19.07 | 6.98 | - | - | 19.01 |
| Index | 23.15 | 6.94 | - | - | 15.04 |

STANDARDIZED SEC RETURNS (USD, NET OF FEES, %)(AS OF 31-MAR-24)

| | 1 Year | 3 Years | 5 Years | 10 Years | ITD |
|----------|--------|---------|---------|----------|-------|
| Class VI | 19.07 | 6.98 | - | - | 19.01 |
| Index | 23.15 | 6.94 | - | - | 15.04 |

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 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.

FACTS

| | |
|-----------------------|------------|
| Share Class | Class VI |
| Share Class Ticker | GMAEX |
| Share Class Inception | 12-May-20 |
| Fund Inception | 12-May-20 |
| Total Assets | \$85mm USD |
| Index | MSCI ACWI |

RISK PROFILE (SINCE INCEPTION 29-MAY-20)

| | |
|------------------|------|
| Alpha (Jensen's) | 0.60 |
| Beta | 1.20 |
| R Squared | 0.79 |
| Sharpe Ratio | 0.65 |

ANNUAL EXPENSES (%)

| | |
|---------------------|------|
| Net Expense Ratio | 0.41 |
| Gross Expense Ratio | 0.55 |

Net Expense Ratio reflects the reduction of expenses from fee reimbursements. The fee reimbursements will continue until at least June 30, 2024. Elimination of this reimbursement will result in higher fees and lower performance. Gross Expense Ratio is equal to the Funds Total Annual Operating Expenses set forth in the Funds most recent prospectus dated June 30, 2023.

PORTFOLIO MANAGEMENT



Anthony Hene, CFA
Joined GMO in 1995
MS, University of Oxford



Tom Hancock
Joined GMO in 1995
MS, Rensselaer
Polytechnic Institute;
PhD, Harvard University



Ty Cobb, CFA
Joined GMO in 1997
MS, Suffolk University

Risks: Risks associated with investing in the Fund may include: (1) Market Risk - Equities: The market price of an equity may decline due to factors affecting the issuer or its industry or the economy and equity markets generally. Declines in stock market prices generally are likely to reduce the net asset value of the Fund's shares. (2) Management and Operational Risk: The risk that GMO's investment techniques will fail to produce desired results. (3) Focused Investment Risk: The Fund invests its assets in the securities of a limited number of issuers, and a decline in the market price of a particular security held by the Fund may affect the Fund's performance more than if the Fund invested in the securities of a larger number of issuers. For a more complete discussion of these risks and others, please consult the Fund's prospectus. Annualized Returns may include the impact of purchase premiums and redemption fees. 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.

QUALITY CYCLICALS

CHARACTERISTICS

| | <i>Portfolio</i> | <i>Index</i> |
|-------------------------------------|------------------|--------------|
| Price/Earnings - Hist 1 Yr Wtd Mdn | 25.5x | 26.7x |
| Price/Book - Hist 1 Yr Wtd Avg | 2.9x | 3.1x |
| Return on Equity - Hist 1 Yr Mdn | 18.4% | 18.8% |
| Market Cap - Wtd Mdn Bil | 55.0 USD | 107.1 USD |
| Number of Equity Holdings | 46 | 2728 |
| Net Debt/EBITDA - Hist 1 Yr Wtd Mdn | 0.3x | 0.5x |

MARKET CAP BAND EXPOSURES (\$B)

| | <i>Portfolio</i> | <i>Index</i> |
|--------------------------------|------------------|--------------|
| Small (5.5 & Below) | 4.1 | 3.5 |
| Small - Medium (5.5 To 16.2) | 15.2 | 10.0 |
| Medium (16.2 To 41.9) | 22.3 | 16.0 |
| Medium - Large (41.9 To 115.9) | 25.1 | 23.4 |
| Large (115.9 & Above) | 33.3 | 47.1 |

TOP COUNTRIES (%)

| <i>Country</i> | <i>Portfolio</i> | <i>Index</i> |
|----------------|------------------|--------------|
| United States | 54.9 | 63.9 |
| United Kingdom | 10.0 | 3.4 |
| Mexico | 6.8 | 0.3 |
| Spain | 6.3 | 0.6 |
| France | 6.0 | 2.8 |
| Canada | 4.5 | 2.8 |
| Ireland | 3.6 | 0.1 |
| Germany | 2.3 | 2.0 |
| Finland | 1.6 | 0.2 |
| Brazil | 1.3 | 0.5 |

REGIONS (%)

| <i>Region</i> | <i>Portfolio</i> | <i>Index</i> |
|------------------|------------------|--------------|
| United States | 54.9 | 63.9 |
| Europe | 30.3 | 15.5 |
| Rest of World | 13.7 | 20.7 |
| Cash Equivalents | 1.1 | 0.0 |

GICS GROUP WEIGHTS (%)

| <i>Sector</i> | <i>Portfolio</i> | <i>Index</i> |
|--|------------------|--------------|
| Consumer Services | 16.2 | 3.1 |
| Financial Services | 10.6 | 9.5 |
| Semiconductors & Semiconductor Equipment | 10.1 | 13.4 |
| Energy | 9.7 | 7.0 |
| Capital Goods | 8.4 | 11.5 |
| Consumer Discretionary Distribution & Retail | 5.9 | 7.5 |
| Food, Beverage & Tobacco | 5.8 | 5.1 |
| Materials | 5.8 | 6.6 |
| Media & Entertainment | 5.7 | 9.5 |
| Banks | 5.6 | 10.5 |
| Consumer Durables & Apparel | 5.6 | 2.5 |
| Transportation | 3.6 | 2.9 |
| Insurance | 2.6 | 4.8 |
| Household & Personal Products | 2.4 | 2.3 |
| Automobiles & Components | 2.0 | 3.8 |

TOP HOLDINGS

| <i>Company</i> | <i>Sector</i> | <i>%</i> |
|--------------------------------------|------------------------|-------------|
| Safran SA | Industrials | 3.8 |
| American Express Co | Financials | 3.7 |
| Industria de Diseno Textil SA | Consumer Discretionary | 3.7 |
| Fomento Economico Mexicano SAB de CV | Consumer Staples | 3.7 |
| Intercontinental Exchange Inc | Financials | 3.6 |
| Ryanair Holdings PLC | Industrials | 3.6 |
| Booking Holdings Inc | Consumer Discretionary | 3.6 |
| Compass Group PLC | Consumer Discretionary | 3.5 |
| Micron Technology Inc | Information Technology | 3.5 |
| Wells Fargo & Co | Financials | 3.5 |
| Total | | 36.2 |

QUALITY CYCLICALS

IMPORTANT INFORMATION

Index(es): The MSCI ACWI (All Country World) Index (MSCI Standard Index Series, net of withholding tax) is an independently maintained and widely published index comprised of global developed and emerging markets. MSCI data may not be reproduced or used for any other purpose. MSCI provides no warranties, has not prepared or approved this report, and has no liability hereunder. Please visit <https://www.gmo.com/americas/benchmark-disclaimers/> to review the complete benchmark disclaimer notice.

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.

The GMO Trust funds are distributed in the United States by Funds Distributor LLC. GMO and Funds Distributor LLC are not affiliated.

GLOSSARY

Country Exposures: This portfolio continues to hold de minimis Russian exposure as a result of past positioning and ongoing illiquidity. GMO has suspended net new purchases of Russian securities firm-wide.

Risk Statistics: Risk profile data is net of fees. Alpha is a measure of risk-adjusted return. Beta is a measure of a portfolio's sensitivity to the market. R-Squared is a measure of how well a portfolio tracks the market. Sharpe Ratio is the return over the risk free rate per unit of risk.

Sector Exposures: The Global Industry Classification Standard (GICS) is the exclusive intellectual property of MSCI Inc. (MSCI) and Standard & Poor's, a division of The McGraw-Hill Companies, Inc. (S&P). Neither MSCI, S&P, nor any third party makes any representations or warranties, express or implied, with respect to GICS or the results to be obtained by the use thereof, and expressly disclaim all warranties, including of merchantability and fitness for a particular purpose. Neither MSCI, S&P, nor any third party shall have any liability for any damages of any kind relating to the use of GICS.

Top Holdings: Portfolio holdings are percent of equity. Where applicable, the top holdings are derived by looking through to the underlying funds in which the asset allocation funds invest and, where appropriate, individual security positions are aggregated. They are subject to change and should not be considered a recommendation to buy individual securities.

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.

AMSTERDAM

BOSTON

LONDON

SAN FRANCISCO*

SINGAPORE

SYDNEY

TOKYO**

*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

**Representative Office