

# Global Growth ADR Managed Account

MARKETING COMMUNICATION

## Management Team

Aziz V. Hamzaogullari, CFA

## Objective

Seeks to produce long-term, excess returns vs. the MSCI ACWI Index Net on a risk-adjusted basis over a full market cycle (at least 5 years) through bottom-up stock selection

## Highlights

- Highly selective management with a long-term, private equity approach to investing
- High active share: typically greater than 90%<sup>1</sup>
- Low turnover (typically 0-25% annualized)
- Seven-step research framework focuses on quality, growth and valuation
- High-conviction portfolio of typically 30 to 45 stocks
- Looks to identify high-quality companies – those with difficult-to-replicate business models
- Team must view growth as sustainable and profitable
- Stock valuations are modeled and regularly updated based on our four possible valuation scenarios: Best, Base, Bear and Worst Case scenarios<sup>2</sup>
- Seeks to create a margin of safety<sup>3</sup> by investing only when the company is selling meaningfully below the team's estimate of intrinsic value
- Active risk management defines risk as a permanent loss of capital, not tracking error or short-term relative underperformance
- Historically, bottom-up stock selection drove excess returns
- Invests between 30% - 70% in companies located outside the US<sup>4</sup> and may invest up to 30% of its assets in securities of companies located in emerging markets

## Facts

Composite inception	12/1/21
Strategy assets	\$2,874.9M

## Benchmark

Primary: MSCI ACWI Index Net

Secondary: MSCI ACWI Growth Index Net

## Composite Performance (%) as of December 31, 2025

	CUMULATIVE RETURN		ANNUALIZED TOTAL RETURN				
	3 MO	YTD	1 YEAR	3 YEAR	5 YEAR	10 YEAR	SINCE INCEPTION
PURE GROSS	-2.94	18.60	18.60	26.51	-	-	11.19
NET TOTAL WRAP FEE	-3.66	15.18	15.18	22.88	-	-	7.97
NET MGMT FEE - INSTL	-3.12	17.72	17.72	25.59	-	-	10.37
BENCHMARK	3.29	22.34	22.34	20.66	-	-	10.28

Loomis, Sayles & Company, L.P. ("Loomis Sayles") is an independently operated investment advisory firm registered under the Investment Advisers Act of 1940. Registration does not imply a certain level of skill or training. For additional information on this and other Loomis Sayles strategies, please visit our website at [www.loomissayles.com](http://www.loomissayles.com).

Please see additional key information on the next page of this document.

**Performance data shown represents past performance and is no guarantee of future results. Current performance may be lower or higher than quoted.**

Pure Gross of fee account returns are time-weighted rates of return that do not reflect the deduction of any trading costs, fees, commissions or expenses, and are shown as supplemental information. Net of total wrap fee returns reflect the deduction of an annual fee of 3.00%, the highest fee a managed account sponsor would have charged. Net of Management (Institutional) fee returns are the gross returns less the effective management fees and are only applicable to institutional portfolios. Additional information about fees can be found in Loomis Sayles' Form ADV, which is available upon request. Indices are unmanaged and do not incur fees. It is not possible to invest directly in an index.

The primary benchmark returns only are shown above.

**There is no guarantee that the investment objective will be realized or that the strategy will generate positive or excess return.**

PORTFOLIO CHARACTERISTICS<sup>^</sup>

	Rep. Account	Benchmark
Price/earnings (trailing 12 mths)	29.21x	21.30x
Est. P/E (forward 12 mths)	28.99x	20.90x
ROE (1-yr equal wtd)	27.64%	16.73%
3-5 yr EPS growth	10.55%	12.18%
Price/cashflow	21.79%	13.33%
Price/book	6.95	3.29
Dividend yield	0.65%	1.67%
Wtd avg market cap	\$956.94B	\$947.72B
Median market cap	\$115.03B	\$17.74B
Median active share (since inception)	87.65%	-

## TOP 10 HOLDINGS (%)

	Rep. Account
Alphabet Inc.	7.7
Meta Platforms, Inc.	7.5
Tesla, Inc.	6.6
Amazon.com, Inc.	6.0
Shopify Inc.	5.8
MercadoLibre, Inc.	5.7
Netflix, Inc.	4.7
Oracle Corporation	4.2
Microsoft Corporation	3.6
Boeing Company	3.6
Total	55.4

## SECTOR DISTRIBUTION (%)

	Rep. Account	Benchmark
Consumer Discretionary	24.6	10.2
Communication Services	24.3	8.8
Information Technology	19.1	27.2
Health Care	13.3	9.0
Industrials	8.2	10.6
Financials	7.0	17.6
Consumer Staples	3.0	5.1
Energy	-	3.4
Materials	-	3.7
Real Estate	-	1.8
Utilities	-	2.5
Cash	0.6	-

The MSCI ACWI Index Net is a free float-adjusted market capitalization weighted index that is designed to measure the equity market performance of developed and emerging markets. Indexes are unmanaged and do not incur fees. It is not possible to invest directly in an index.

COUNTRY DISTRIBUTION (%)<sup>4</sup>

	Rep. Account	Benchmark
United States	59.7	64.0
China	8.1	2.8
Switzerland	6.5	2.1
Canada	5.8	3.1
Argentina	5.7	0.1
United Kingdom	3.8	3.3
Netherlands	3.4	1.1
Denmark	1.6	0.4
Japan	1.5	4.8
Other	3.7	18.2

## MARKET CAPITALIZATION (%)

	Rep. Account	Benchmark
> \$50 Billion	85.7	76.5
\$25 to \$50 Billion	9.1	12.2
\$10 to \$25 Billion	2.2	8.9
< \$10 Billion	2.3	2.4
Cash	0.6	-

<sup>^</sup>Performance and risk metrics are calculated on a gross-of-fee basis and do not reflect the deduction of fees and expenses. Please see the Composite trailing returns for standard gross and net performance.

<sup>1</sup>Active share indicates the proportion of the portfolio's holdings (by market value) that are different than the benchmark. A higher active share indicates a larger difference between the benchmark and the portfolio.

<sup>2</sup>The team establishes a range of outcomes, or scenarios, that we label best case, base case, bear case and worst case. Our best-case price represents the scenario in which the company executes successfully on all opportunities for growth. Our base-case price represents our most likely estimate of intrinsic value scenario. Our bear-case price represents the scenario of what could likely go wrong with our base case. Our worst-case price represents the scenario when all goes wrong for the company. By linking our scenario analysis to key business drivers such as market penetration rates or profit margins, we hope to better understand the sources of both value creation and downside risks so that we may make better-informed, more objective decisions.

<sup>3</sup>Holding all else equal, the larger the discount between market price of a particular security and our estimate of its intrinsic value, the greater we view our margin of safety. Margin of safety is not an indication of the strategy's safety as all investments carry risk, including risk of loss.

<sup>4</sup>The Manager uses a proprietary approach to classify securities as U.S. or non-U.S., considering factors such as trading markets, headquarters location, country of organization, revenue sources, and third-party data. No single factor is decisive, and weightings may vary by fund or geographic strategy.



Source: MSCI. Neither MSCI nor any other party involved in or related to compiling, computing or creating the MSCI data makes any express or implied warranties or representations with respect to such data (or the results to be obtained by the use thereof), and all such parties hereby expressly disclaim all warranties of originality, accuracy, completeness, merchantability or fitness for a particular purpose with respect to any of such data. Without limiting any of the foregoing, in no event shall MSCI, any of its affiliates or any third party involved in or related to compiling, computing or creating the data have any liability for any direct, indirect, special, punitive, consequential or any other damages (including lost profits) even if notified of the possibility of such damages. No further distribution or dissemination of the MSCI data is permitted without MSCI's express written consent.

**IMPORTANT INFORMATION ON RISK:** *Investing involves risk, including possible loss of principal. Equity securities are volatile and can decline significantly in response to broad market and economic conditions. Growth stocks may be more sensitive to market conditions than other equities as their prices strongly reflect future expectations. Currency exchange rates between the U.S. dollar and foreign currencies may cause the value of the portfolio's investments to decline.*

**DEFINITIONS:** *Price/earnings (trailing 12 mths)* is the sum of a company's price-to-earnings, calculated by dividing current stock price by trailing earnings per share for the past 12 months. *Est. P/E (forward 12 mths)* measures price-to-earnings ratio using forecasted earnings for the price-to-earnings calculation; the forward measure is not a forecast of the Portfolio's performance. *Return on Equity (ROE)* measures a company's profitability and reveals how much profit a company generates with money shareholders invested. ROE is calculated by dividing net income by shareholder equity. *ROE (1-year equal wtd)* is the 1-year ROE of all holdings divided by number of holdings. *3-5 Year EPS Growth* is sourced from FactSet and based on long-term EPS growth rate estimates gathered directly from brokers. The portfolio and benchmark statistic is a weighted average of company level estimates. *3-yr Historical EPS* is the average earnings per share value that the company reports quarterly over the trailing 3-year term, calculated by dividing earnings available to shareholders by total number of shares outstanding. *5-yr Historical EPS* is the average earnings per share value that the company reports quarterly over the trailing 5-year term, calculated by dividing earnings available to shareholders by total number of shares outstanding. *Price/Cash Flow* compares the price of a company's stock relative to how much cash flow the firm is generating, calculated by dividing the current market price of the share by the cash flow per share. *PricelBook* is a ratio that compares a stock's market value to its book value calculated by dividing current closing price of the stock by the latest quarter's book value per share. *Dividend Yield* is calculated by dividing the dividend per share by the net asset value per share as of the relevant ex-dividend date. *Weighted Avg Market Cap* is an average of the market capitalization of stocks held by a portfolio or comprising an index, adjusted by each stock's corresponding weight in the portfolio or index. *Median Market Cap* is the midpoint of market capitalization (market price multiplied by number of shares outstanding) of stocks in a portfolio. *Median Active Share (since inception)* indicates the proportion of the portfolio's holdings (by market value) that is different than the benchmark. A higher active share indicates a larger difference between the benchmark and the portfolio.

Due to rounding, **Market Capitalization, Sector and Country Distribution** totals may not equal 100%. This portfolio is actively managed and characteristics are subject to change. **Top 10 Holdings** may combine more than one security from the same issuer and related depository receipts. Portfolio weight calculations include accrued interest. Holdings are based on total gross assets before any fees are paid; any cash held is included. Reference to specific securities or holdings should not be considered recommendations for action by investors. There is no guarantee the portfolio continues to invest in the securities referenced. **Cash** may include unsettled trades, fees and/or derivatives. **Country Distribution, "Other"** generally includes cash and countries that are not included in the above stated countries, by market weight. In some instances the countries will vary and, due to rounding, totals may not equal 100%.

Characteristics are shown for a representative account. Due to systems limitations, it may be difficult to analyze characteristics on a composite basis. The representative account was selected because it closely reflects the Loomis Sayles Global Growth Managed Account investment strategy. Due to guideline restrictions and other factors, there may be some dispersion between the returns of this account and other accounts in the Loomis Sayles Global Growth Managed Account Composite.

The Composite includes all discretionary Managed Accounts with market values greater than \$100 thousand managed by Loomis Sayles that seek to produce long-term excess returns at or below benchmark risk over a full market cycle relative to the MSCI All Country World Index Net, generally within the market capitalization range of through investment in U.S. Dollar denominated securities and American Depository Receipt (ADR). The Composite inception date is December 1, 2021. The Composite was created in January 2022.

This is not an offer of, or a solicitation of an offer for, any investment strategy or product. The view and strategies described may not be suitable for all investors.

This marketing communication is provided for informational purposes only and should not be construed as investment advice or recommendations for action by investors. Investment decisions should consider the individual circumstances of the particular investor. Any opinions or forecasts contained herein, reflect the subjective judgments and assumptions of the authors only, and do not necessarily reflect the views of Loomis, Sayles & Company, L.P. Investment recommendations may be inconsistent with these opinions. There is no assurance that developments will transpire as forecasted and actual results will be different. Information, including that obtained from outside sources, is believed to be correct, but we cannot guarantee its accuracy. This information is subject to change at any time without notice.

**This material has been created by Loomis Sayles and the information included herein has not been verified by your program sponsor and may differ from information provided by your program sponsor. Loomis, Sayles & Company is the investment adviser for this separately managed account (SMA); it provides investment advisory services to individual and institutional clients and does not sell securities.**

Loomis, Sayles & Co., L.P. ("Loomis Sayles") acts as a discretionary investment manager or non-discretionary model provider in a variety of separately managed account or wrap fee programs (each, an "SMA Program") sponsored by a third party investment adviser, broker-dealer or other financial services firm (a "Sponsor"). When acting as a discretionary investment manager, Loomis Sayles is responsible for implementing trades in SMA Program accounts. When acting as a non-discretionary model provider, Loomis Sayles' responsibility is limited to providing non-discretionary investment recommendations (in the form of a model portfolio) to the SMA Program Sponsor or overlay manager, and the Sponsor or overlay manager may utilize such recommendations in connection with its management of its clients' SMA Program accounts. In such "model-based" SMA Programs ("Model-Based Programs"), it is the Sponsor or overlay manager, and not Loomis Sayles, which serves as the investment manager to, and has trade implementation responsibility for, the Model-Based Program accounts, and may customize each client account according to the reasonable restrictions or customization that a client may request.

This document may contain references to third party copyrights, indices, and trademarks, each of which is the property of its respective owner. Such owner is not affiliated with Loomis Sayles & Co., L.P. or any of its related or affiliated companies (collectively "Loomis Sayles") and does not sponsor, endorse or participate in the provision of any Loomis Sayles services, funds or other financial products.

For additional information on this and other Loomis Sayles strategies, please visit our web site at [www.loomissayles.com](http://www.loomissayles.com).