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## HIGHLIGHTS

- Large Cap Growth stocks (as represented by the Russell 1000 Growth Index) rose 0.9% during the quarter.
  - The Glenmede Quantitative U.S. Large Cap Growth Equity strategy (“strategy”) outperformed the Russell 1000 Growth Index by 7.6% (7.4% net) for the quarter.
  - The strategy reflected stock selection outperformance in five of nine sectors. The most positive relative contributions were in the Information Technology and Consumer Discretionary sectors. The most negative relative contributions were in the Communication Services and Industrials sectors.
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The Glenmede Quantitative U.S. Large Cap Growth Equity Composite had a total return for First Quarter 2021 of +8.5% (+8.3% net). The Quantitative U.S. Large Cap Growth Equity Composite outperformed the Russell 1000 Growth Index by +7.6% (+7.4% net).

For the First Quarter 2021, the S&P 500 and Russell 1000 Growth Indexes returned +6.2% and +0.9%, respectively. Investor sentiment was boosted by mass distribution of COVID-19 vaccines, supportive fiscal/monetary policies and strong fourth quarter earnings and revenues. However, improved expectations for economic growth increased the risk for higher inflation. The 10-Year Treasury yield doubled from .85% to about 1.7%. Rising discount rates had a negative impact on the relative performance of growth versus value stocks. The Russell 1000 Value Index (+11.3%) outperformed the Russell 1000 Growth Index by about +10.3%, the largest outperformance since first quarter 2001. The best performing sectors in the Russell 1000 Growth Index were Energy (+19.6%) and Communication Services (+8.4%). The worst performing sectors were Consumer Discretionary (-1.0%) and Information Technology (-0.7%).

For the quarter, the strategy had net positive contributions from multi-factor stock selection models, including biases towards stocks with lower valuations. The strategy benefitted from underexposures to companies with negative earnings in the index (-4.4% total return). The strategy was positively impacted from positions with relative underexposures to Apple (AAPL, -7.8% return), Tesla (TSLA, -5.3%) and Amazon (AMZN, -5.0%) versus the Russell 1000 Growth Index. The average stock in the Index outperformed with a total return of +3.2% (equal-weighted). The strategy reflected stock selection outperformance in five of nine sectors. The most positive relative contributions were in the Information Technology and Consumer Discretionary sectors. The most negative relative contributions were in the Communication Services and Industrials sectors. Industry group biases had minor impact on performance from relative overweightings in Financials/Staples/Materials offset by underweightings in Consumer Discretionary/Information Technology stocks.

The latest U.S. real GDP estimate for Fourth Quarter was raised to +4.3% versus +33.4% for Third Quarter 2020. GDP reflected gains in personal consumption expenditures (+2.3%), fixed investments (+18.6%) and exports (+22.3%). Lower federal spending (-0.9%) was a negative contributor. Many economists project real GDP growth of 4% to 7% for 2021. Looking forward, as nations manage through the COVID-19 pandemic and economies recover, we expect strong corporate earnings growth for 2021 and 2022. Currently, our leading industry group indicators target overweightings in Financials, Utilities and Communication Services, and underweightings in Consumer Discretionary, Industrials and Energy. We believe this strategy is well positioned with its multifactor approach favoring stocks with cheaper valuations, stronger fundamentals, positive earnings/revenue estimate trends and attractive technicals.

## QUANTITATIVE U.S. LARGE CAP GROWTH EQUITY Composite Performance (%)

As of 3/31/2021	QTD	YTD	1 YEAR	3 YEAR*	5 YEAR*	10 YEAR*	SINCE INCEPTION* (12/31/02)
Glenmede (Gross)	8.5	8.5	61.2	19.0	18.3	16.2	13.5
Glenmede (Net)	8.3	8.3	60.1	18.1	17.5	15.4	12.6
Russell 1000 Growth	0.9	0.9	62.7	22.8	21.0	16.6	12.5

\*Annualized

Glenmede Investment Management, LP claims compliance with the Global Investment Performance Standards (GIPS®).

Glenmede Investment Management, LP, a registered Investment Advisor, is an affiliate of the Glenmede Trust Company, NA (GTC). The "Firm" is defined as all investment advisory accounts managed by Glenmede Investment Management LP. Effective January 1, 2007, the Investment Product Management Group of GTC became Glenmede Investment Management, LP. All performance prior to January 1, 2007, shown here as the performance of GIM, was previously reported as the performance of the Investment Product Management Group of the Glenmede Trust Company.

**Past performance is not indicative of future performance and may be lower or higher than the performance quoted.** All of the composites' valuations and returns are computed and stated in U.S. Dollars. Additional information regarding the Company's policies for valuing portfolios, calculating performance and preparing compliant presentations, is available upon request. A GIPS® compliant presentation, as well as a complete list of firm composites and performance, can be requested from Jeffrey Coron at 215.419.6627. Please see the GIPS® presentation for further explanation.

The Glenmede Quantitative U.S. Large Cap Growth Equity Composite objective is to provide maximum long-term return with reasonable risk to principal, by investing in domestic stocks of the Russell 1000 Growth universe. The Russell 1000 Growth Index is an unmanaged, market value weighted index, which measures performance of the largest 1,000 companies in the market. Returns include the reinvestment of dividends and other income. One cannot invest directly in an index.

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The views expressed represent the opinions of the portfolio managers as of March 31, 2021. There can be no assurance that the same factors would result in the same decisions being made in the future. In addition, the views are not intended as a recommendation of any security, sector or product. **Returns reported represent past performance and are not indicative of future results.** Actual performance may be lower or higher than the performance set forth above. For institutional adviser use only, not intended to be shared with retail clients.

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