



# Richard Bernstein Advisors Global Equity Strategy

## Portfolio Highlights

- **Strategy Size (\$ Million):** \$2,787 as of 12/31/21
- **Strategy inception:** October 31, 2010
- **Index:** MSCI ACWI Index
- **Performance aim:** Outperform its benchmark by 200 bps gross of fees.
- **Typical number of holdings:** Single Security 200-400\*\*, ETF Portfolio: 5-30

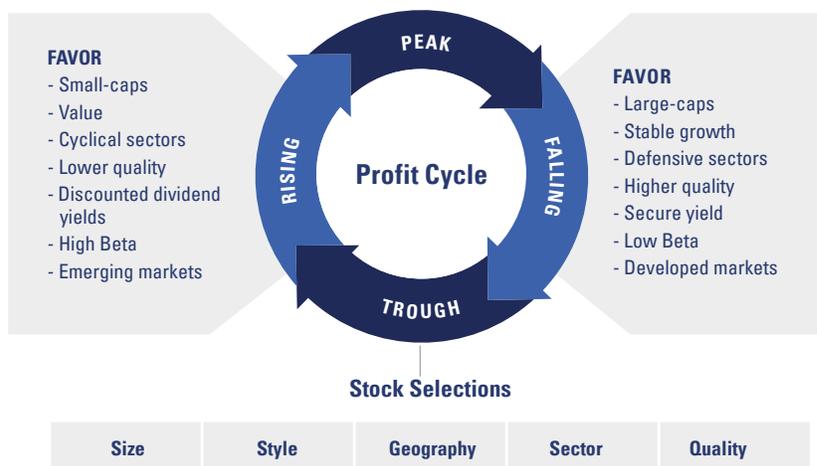
## Global Equity Strategy Guidelines

Richard Bernstein Advisors employs a macro-driven, top-down style to construct a global equity portfolio. The investment team uses quantitative indicators and the firm's macro-economic analysis to invest in global equity market segments at different times. Market segments chosen for emphasis or de-emphasis may vary from general market consensus views and the strategy may at times seek to identify areas where there is scarcity of capital and/or potentially overlooked investment opportunities. Leading exposures will vary among growth and value; small, mid and large cap; U.S. and non-U.S., and developed and emerging markets, based on RBA's assessment of a range of proprietary and nonproprietary quantitative indicators and the firm's macro-economic analysis and judgment.

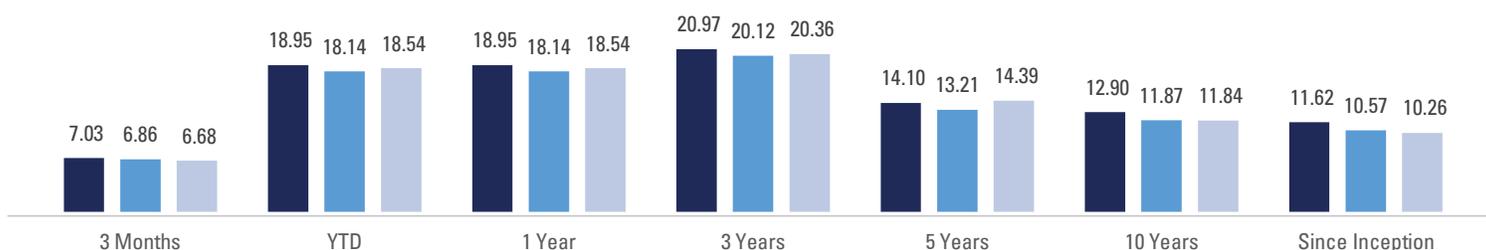


## 5 Year Risk Measures

	Strategy (Gross)	Benchmark*
Standard Deviation	13.56	14.84
Tracking Error	3.69	
Alpha	1.09	
Beta	0.89	
R2	94.19	
Info Ratio	-0.08	
Sharpe Ratio	0.96	0.91
Upside Capture	94.06	
Downside Capture	90.37	



## Strategy Composite Performance<sup>+</sup> as of 12/31/2021 (%)



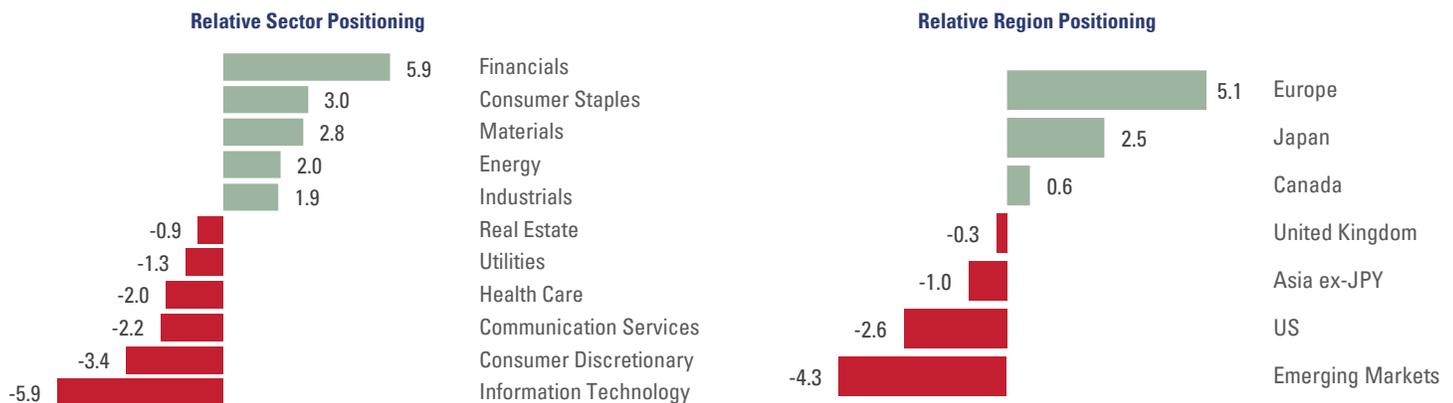
Annual Composite Returns (%)	2021	2020	2019	2018	2017	2016	2015	2014	2013	2012
■ RBA Global Equity Strategy (Gross)	18.95	17.51	26.73	-10.57	22.13	11.08	0.55	3.99	31.29	14.18
■ RBA Global Equity Strategy (Net)	18.14	16.68	25.81	-11.29	20.92	9.98	-0.46	2.90	29.89	12.88
■ Benchmark*	18.54	16.25	26.60	-9.41	23.97	7.86	-2.36	4.16	22.80	16.13

\* Benchmark: MSCI ACWI Index. For Index descriptors, see "Index Descriptions" at end of document. Based on monthly data. Source: Richard Bernstein Advisors LLC, Bloomberg, Morningstar. Past performance is no guarantee of future results. Please refer to the Performance Disclosures. Inception October 31, 2010. \*\*Single security data not included in report. \* See performance disclosures on page 4.

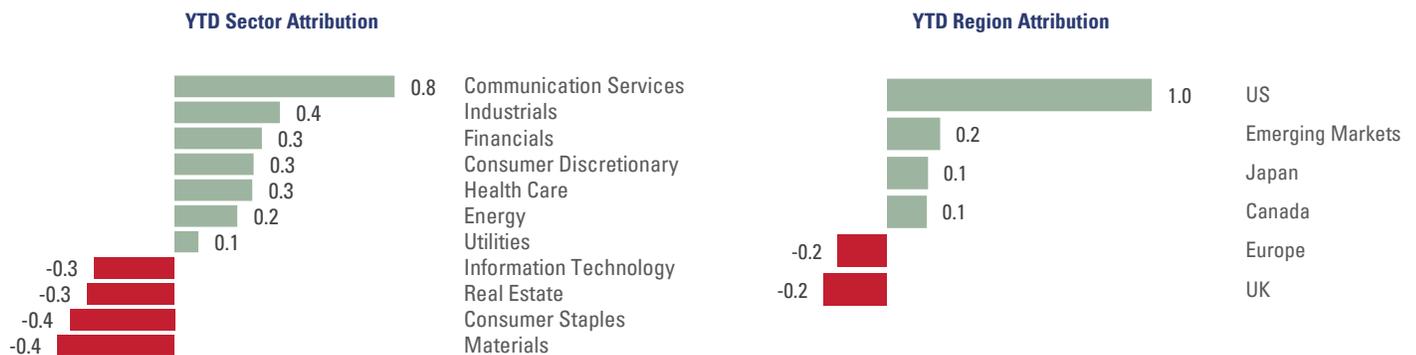
## Risk Management Guidelines

<b>Number of Positions</b>	200-400
<b>Position Size</b>	At purchase, 20bp min, +/- 60bp benchmark relative; Over time, 10bp min, +/- 90bp benchmark relative
<b>Market Cap (Developed Markets)</b>	\$100M minimum
<b>Market Cap (Emerging Markets)</b>	\$100M minimum
<b>Cash</b>	Up to 20%
<b>Portfolio Turnover (Annual)</b>	Typically, 40% - 60%, No Minimum/Maximum
<b>Tracking Error (Annual)</b>	~ 2% - 6%
<b>Currency</b>	Hedged/Unhedged if views dictate
<b>Country</b>	+/- 50% Benchmark Relative*
<b>Sector</b>	+/- 35% Benchmark Relative*

## Relative Equity Sector and Region Exposure vs MSCI ACWI Index as of 12/31/2021 (%)



## YTD Sector and Region Attribution as of 12/31/2021 (%)

Top 10 Holdings<sup>1</sup> as of 12/31/2021 (%)

Apple Inc	4.2	iShares MSCI China ETF	1.6
Microsoft Corp	3.5	Alphabet Inc, Class A	1.4
iShares MSCI Taiwan ETF	2.6	NVIDIA Corp	1.2
Amazon.com Inc	2.2	Tesla	1.1
iShares MSCI South Korea ETF	1.9	Alphabet Inc, Class C	1.1

Source: Richard Bernstein Advisors LLC, Bloomberg. Weightings are calculated on an equity-only basis. Allocations are subject to change due to active management. Percentages may not total 100% due to rounding.

\* Benchmark: MSCI ACWI Index. Sector references are in accordance with the Global Industry Classification Standard (GICS®) [www.msci.com/gics](http://www.msci.com/gics)

<sup>1</sup> Holdings information may differ if presented as of trade date. Due to rounding, holdings of less than 0.005% may show as 0.00%. Portfolio information subject to change due to active management. Percentages may not total 100% due to rounding.

The specific securities mentioned are not representative of all the securities purchased, sold or recommended for advisory clients.

### Investment Outlook and Positioning

At RBA, we maintain a focus on corporate profits, liquidity and sentiment as the cornerstones of our investment process. In the near-term, we expect slowing — but not slow — nominal profit growth. As reopening of the global economy resumes in earnest and inflationary pressures persist, we expect companies levered to nominal growth to be rewarded. However, we see risks associated with the incremental tightening of liquidity against the backdrop of rising inflation and elevated financial asset valuations, particularly with respect to long duration assets due to their dependency on liquidity and low interest rates.

Our portfolio reflects the healthy profit outlook by having exposure to the areas of the market likely to be the drivers of profit growth. At the same time, we strive to protect the portfolio from the key market risks: (1) we maintain lower exposure to those assets where optimism and complacency appear the most concentrated, and (2) own assets that tend to perform well during periods of rising inflation and interest rates.

### Current Themes as of 12/31/2021

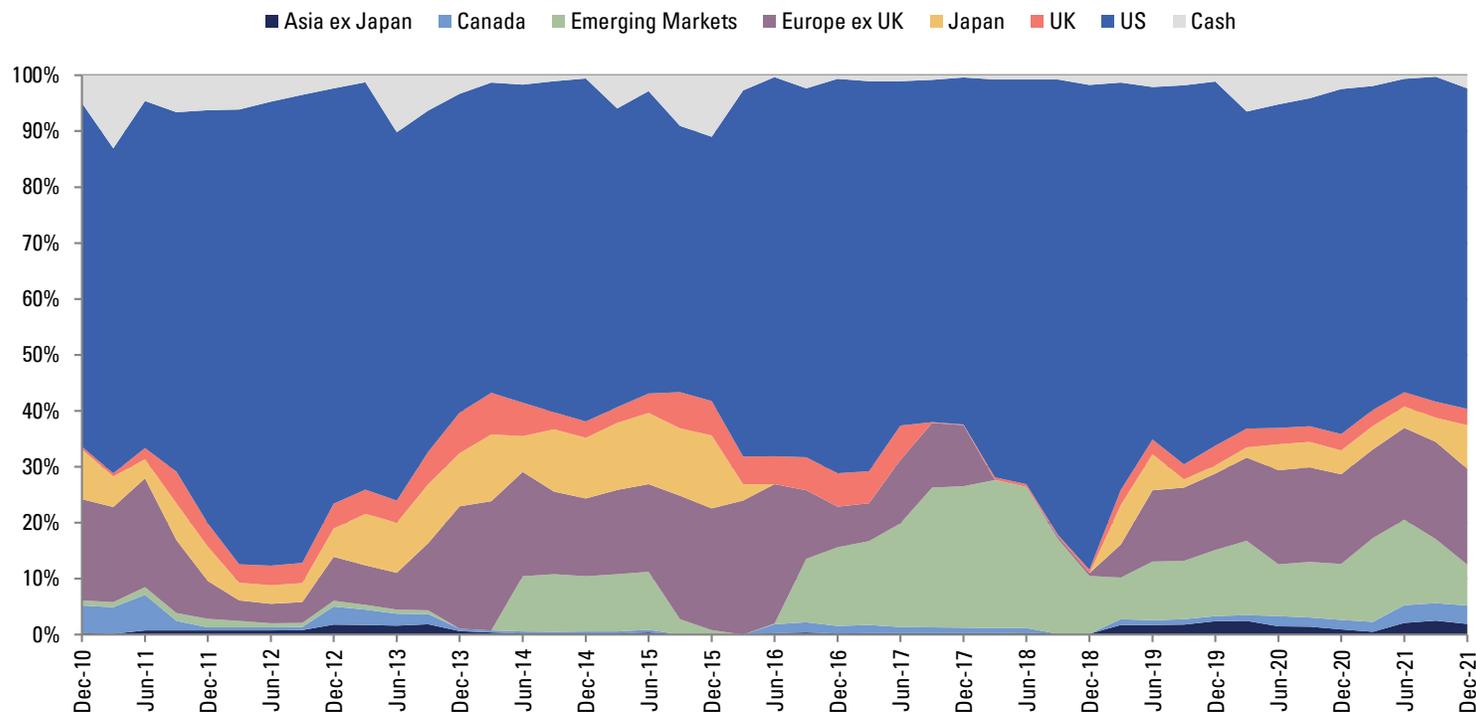
#### U.S. Equities

- ↓ Underweight US equities.
- ↑ Overweight investments most leveraged to the profit recovery, including Small Caps, Value, Materials, Financials, Energy and Industrials.
- ↓ We attempt to reduce portfolio risk by maintaining low exposure to expensive and popular market themes, including Information Technology and Communication Services.

#### Non-U.S. Equities

- ↑ Overweight non-US equities.
- ↑ Overweight Europe and Japan while underweight Emerging Markets.
- ↑ With the rebound in international economies having lagged that of the US, the rest of the world should have more potential for profit recovery.

### Region Weightings Q4 2010 - Q4 2021 (%)



Source: Richard Bernstein Advisors LLC, Bloomberg. Percent of total net assets. Allocations are subject to change due to active management.



Richard  
Bernstein  
Advisors

### Portfolio Management

*RBA Investment Committee*  
Richard Bernstein Advisors, LLC  
1251 Avenue of the Americas, Suite 4102  
New York, NY 10020  
(212) 692-4088

### Client Service

*John McCombe*  
Richard Bernstein Advisors, LLC  
1251 Avenue of the Americas, Suite 4102  
New York, NY 10020  
(212) 692-4071  
[institutional@rbadvisors.com](mailto:institutional@rbadvisors.com)

#### IMPORTANT DISCLOSURE

Composite returns include the reinvestment of dividends and are presented in USD. Gross performance results presented are net of transaction costs, withholding taxes and direct expenses, but before management fees, custody fees and other indirect expenses. Net performance results are presented net of the maximum applicable management fees, transaction costs, withholding taxes and direct expenses, but before custody fees and other indirect expenses. The fee used to determine net performance was [0.90%] per annum. Net of fee composite returns are calculated by reducing each monthly composite pure gross rate of return. Policies for valuing portfolios, calculating performance, and preparing compliant presentations are available upon request. Past performance is not a guarantee of future results. Wherever the potential for profit exists, there is also a potential for loss.

This composite does not incur any performance-based fees. RBA's standard fee schedule is available on request and can be found in Part 2A of our Form ADV. Investment advisory fees are generally collected quarterly, which produces a compounding effect on the total rate of return net of management fees. The actual fee charged to an individual account may differ from the standard schedule depending on a number of factors including account type and size.

Net performance numbers are a hypothetical illustration based on a 90 bps annualized fee applied monthly. Net fees do not reflect composite performance and are for illustrative purposes only. Actual account performance may vary.

Risks of Global Equity Strategy portfolios: RBA Global Equity Strategy portfolio returns may show a high level of variability and volatility. In addition to market risk, equity risk, non-U.S. investment risk and ETF risk, additional risks in these portfolios may result from RBA's selection of specific securities, since individual holdings may represent a significant percentage of a portfolio's holdings from time to time. Sources: portfolio characteristics, top ten holdings and sector weights calculated internally by RBA. Performance returns are of the RBA Global Equity Composite inception 10/31/2010.

The Global Equity Strategy Composite was created on December 31, 2018 and its inception date is October 31, 2010. The composite includes all fully discretionary accounts that invest in global equities. The investment objective of the strategy is to generate superior risk risk-adjusted returns as compared to global equities over a full market cycle. The composite benchmark is MSCI ACWI USD Net. The firm's list of composite descriptions is available upon request. The RBA Global Equity Strategy composite consists of all discretionary client accounts. The accounts do not use leverage or engage in short selling. Derivatives can be utilized in the strategy.

MSCI ACWI Index. The MSCI ACWI is a free-float-adjusted, market-capitalization-weighted index designed to measure the equity-market performance of global developed and emerging markets. MSCI ACWI Index is net of foreign withholding taxes.

You should note that the materials are provided "as is" without any express or implied warranties.

No part of RBA's materials may be reproduced in any form, or referred to in any other publication, without express written permission from RBA. Links to appearances and articles by Richard Bernstein, whether in the press, on television or otherwise, are provided for informational purposes only and in no way should be considered a recommendation of any particular investment product, vehicle, service or instrument or the rendering of investment advice, which must always be evaluated by a prospective client in consultation with his or her own financial adviser and in light of his or her own circumstances, including the client's investment horizon, appetite for risk, and ability to withstand a potential loss of some or all of an investment's value. Investing is subject to risk. Investors acknowledge and accept the potential loss of some or all of an investment's value. Views represented are subject to change at the sole discretion of RBA. RBA does not undertake to advise you of any changes in the views expressed herein.

Nothing contained herein constitutes tax, legal, insurance or investment advice, or the recommendation of or an offer to sell, or the solicitation of an offer to buy or invest in any investment product, vehicle, service or instrument. Such an offer or solicitation may only be made by delivery to a prospective investor of formal offering materials, including subscription or account documents or forms, which include detailed discussions of the terms of the respective product, vehicle, service or instrument, including the principal risk factors that might impact such a purchase or investment, and which should be reviewed carefully by any such investor before making the decision to invest. RBA information may include statements concerning financial market trends and/or individual stocks, and are based on current market conditions, which will fluctuate and may be superseded by subsequent market events or for other reasons. Historic market trends are not reliable indicators of actual future market behavior or future performance of any particular investment which may differ materially, and should not be relied upon as such. The investment strategy and broad themes discussed herein may be inappropriate for investors depending on their specific investment objectives and financial situation. Information contained in the material has been obtained from sources believed to be reliable, but not guaranteed. You should note that the materials are provided "as is" without any express or implied warranties. Past performance is not a guarantee of future results. All investments involve a degree of risk, including the risk of loss. No part of RBA's materials may be reproduced in any form, or referred to in any other publication, without express written permission from RBA. Links to appearances and articles by Richard Bernstein, whether in the press, on television or otherwise, are provided for informational purposes only and in no way should be considered a recommendation of any particular investment product, vehicle, service or instrument or the rendering of investment advice, which must always be evaluated by a prospective investor in consultation with his or her own financial adviser and in light of his or her own circumstances, including the investor's investment horizon, appetite for risk, and ability to withstand a potential loss of some or all of an investment's value. Investing is subject to market risks. Investors acknowledge and accept the potential loss of some or all of an investment's value. Views represented are subject to change at the sole discretion of Richard Bernstein Advisors LLC. Richard Bernstein Advisors LLC does not undertake to advise you of any changes in the views expressed herein.

Investment products:

Investment products: 

Are Not FDIC Insured	May Lose Value	Not Bank Guaranteed
----------------------	----------------	---------------------