



Emerging Markets Equity Review | Second Quarter 2023

July 17, 2023

Composite Performance Summary

As of June 30, 2023

Performance (% Total Return)

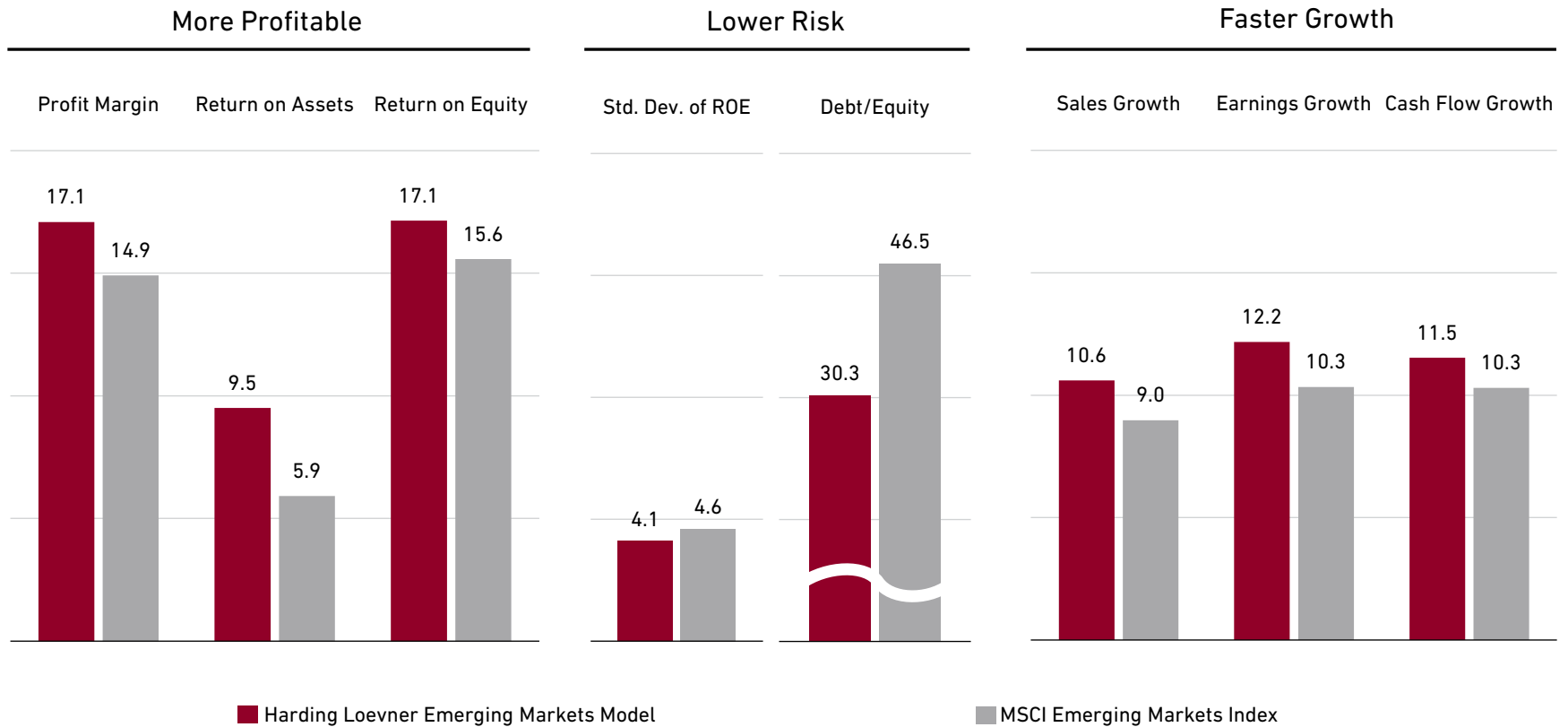
	3 Months	Year to Date	1 Year	3 Years ¹	5 Years ¹	10 Years ¹	Since Inception ^{1,2}
HL Emerging Markets Equity (Gross)	2.39	5.98	5.73	0.92	-0.86	3.53	10.22
HL Emerging Markets Equity (Net)	2.15	5.51	4.82	0.04	-1.73	2.62	9.31
MSCI Emerging Markets Index ^{3,4}	1.04	5.10	2.22	2.72	1.32	3.33	7.74

¹Annualized returns. ²Inception date November 30, 1998. ³The benchmark index. ⁴Gross of withholding taxes.

The performance returns shown are preliminary. For comparison purposes the composite return is measured against the MSCI Emerging Markets Total Return Index (Gross). Harding Loevner LP is an investment adviser registered with the Securities and Exchange Commission. Harding Loevner claims compliance with the Global Investment Performance Standards (GIPS®). Harding Loevner has been independently verified for the period November 1, 1989 through March 31, 2023. A firm that claims compliance with the GIPS standards must establish policies and procedures for complying with all the applicable requirements of the GIPS standards. Verification provides assurance on whether the firm's policies and procedures related to composite and pooled fund maintenance, as well as the calculation, presentation, and distribution of performance, have been designed in compliance with the GIPS standards and have been implemented on a firm-wide basis. The Emerging Markets composite has had a performance examination for the period December 1, 1998 through March 31, 2023. The verification and performance examination reports are available upon request. Performance data quoted represents past performance; past performance does not guarantee future results. Returns are presented both gross and net of management fees and include the reinvestment of all income. Net returns are calculated using actual fees. The US dollar is the currency used to express performance. For complete information on the construction and historical record of the Emerging Markets composite, please contact Harding Loevner at (908) 218-7900 or invest@hlmnet.com. The firm maintains a complete list of composite descriptions, a list of limited distribution pooled fund descriptions, and a list of broad distribution pooled funds, which are available upon request. GIPS® is a registered trademark of CFA Institute. CFA Institute does not endorse or promote this organization, nor does it warrant the accuracy or quality of the content contained herein. Please read the disclosures, which are an integral part of this presentation.

Quality and Growth Investment Philosophy

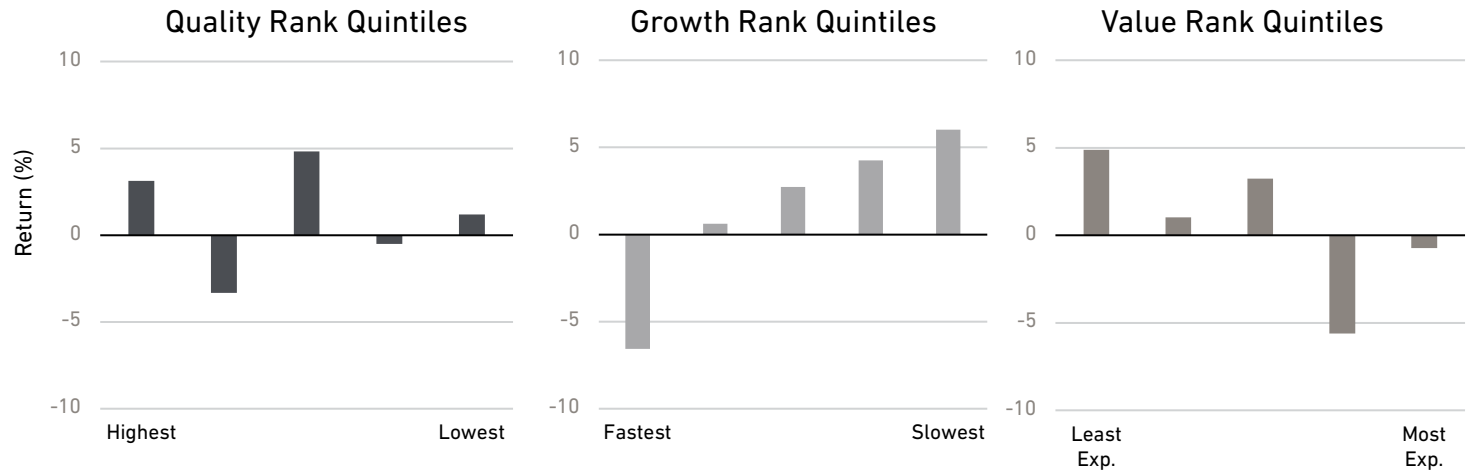
As of June 30, 2023



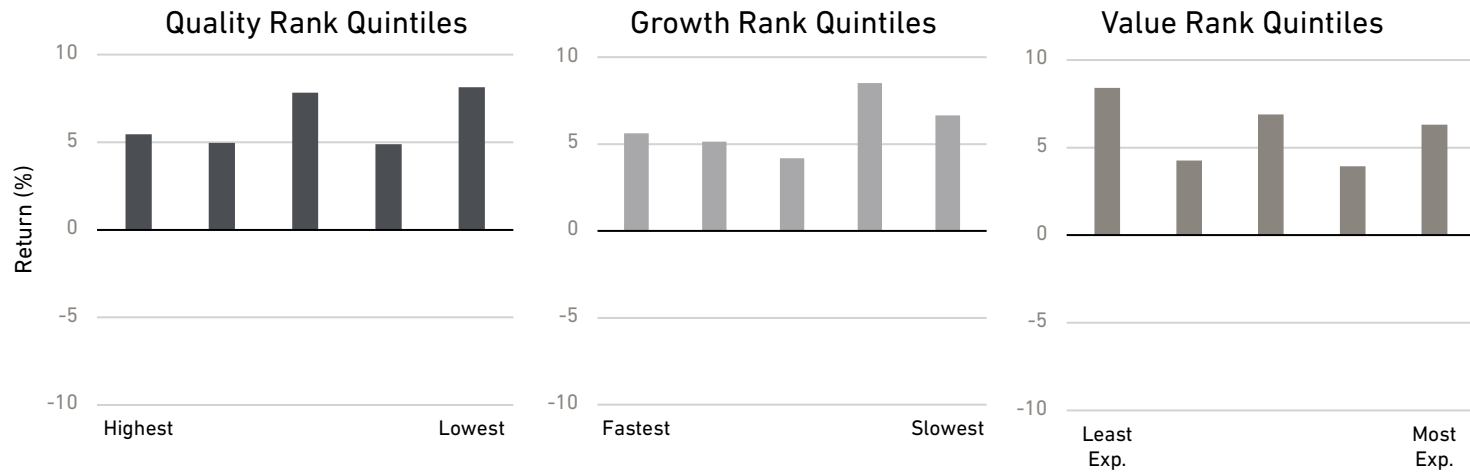
Source: FactSet, MSCI Inc. Data as of June 30, 2023. Growth and volatility metrics are based on five-year historical data; the other ratios are based on the most recent annual data. All metrics and ratios are percentages presented as weighted medians. Please read the disclosures, which are an integral part of this presentation.

Index Total Returns by Quality, Growth, and Value Rank

2Q23
MSCI EM Index



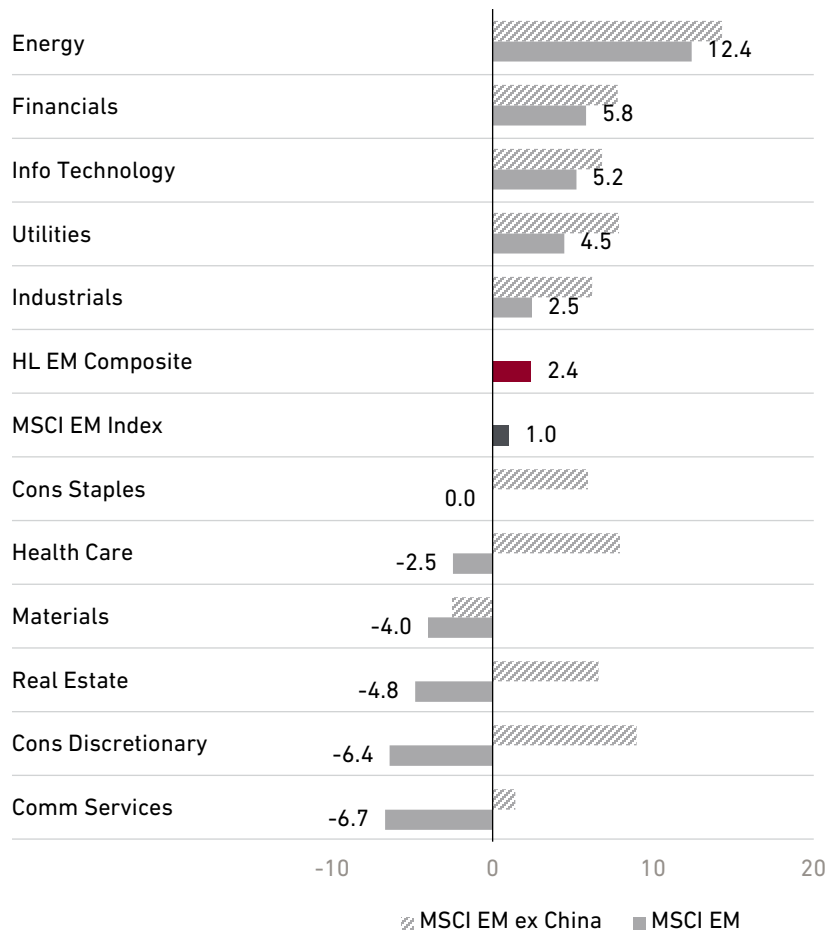
2Q23
MSCI EM
ex China
Index



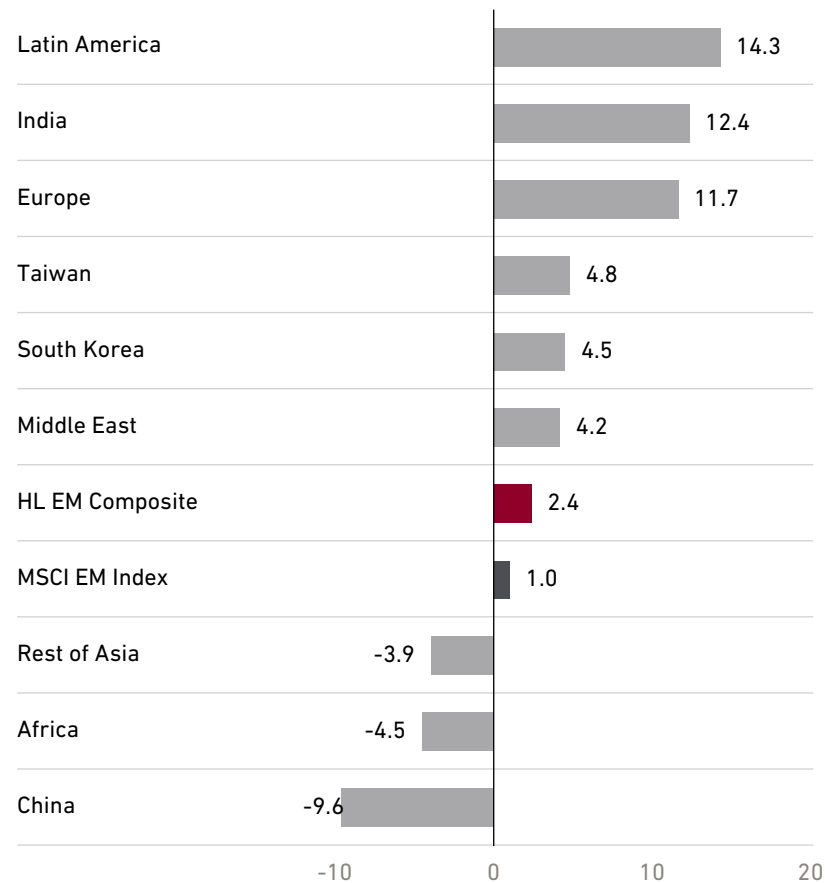
Benchmark Performance

Second Quarter 2023

Sector Total Return (%)



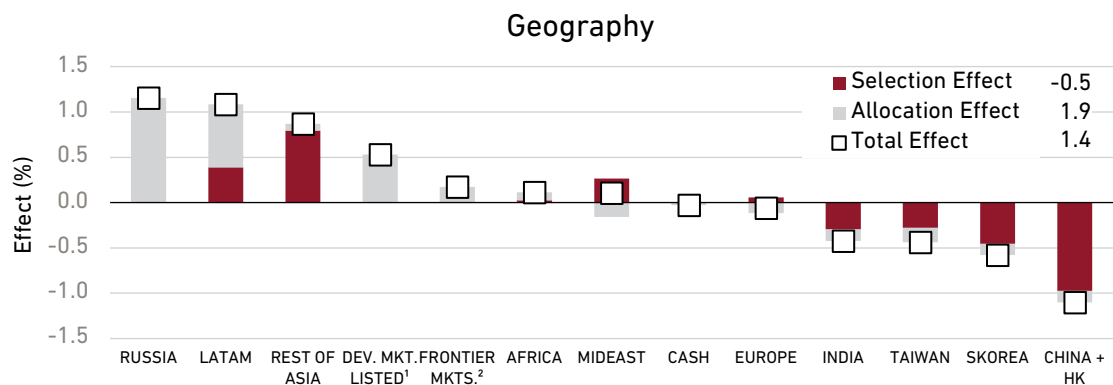
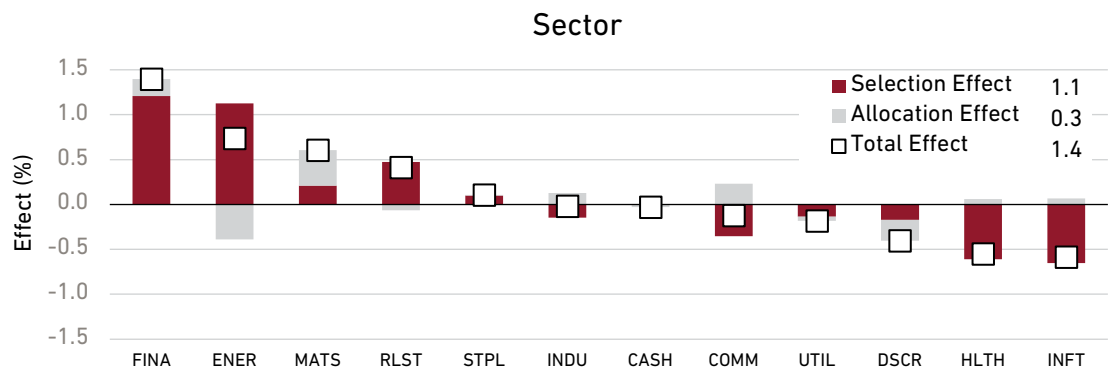
Geographic Total Return (%)



Source: FactSet, MSCI Inc. Data as of June 30, 2023. Composite performance is gross of fees. Please refer to the Composite Performance Summary page, which includes net of fee performance for the same time period. Past performance does not guarantee future results. Please read the disclosures, which are an integral part of this presentation.

Performance Attribution: Composite vs. Benchmark

Second Quarter 2023



Top 5 Contributors

to Relative Returns	Avg. Wt. %	Effect
	HL	Index %
Novatek	<0.1	- 1.15
XP	0.6	- 0.44
Network International	0.2	- 0.44
Localiza	1.6	0.1 0.41
Emaar Properties	2.3	0.2 0.32

Top 5 Detractors

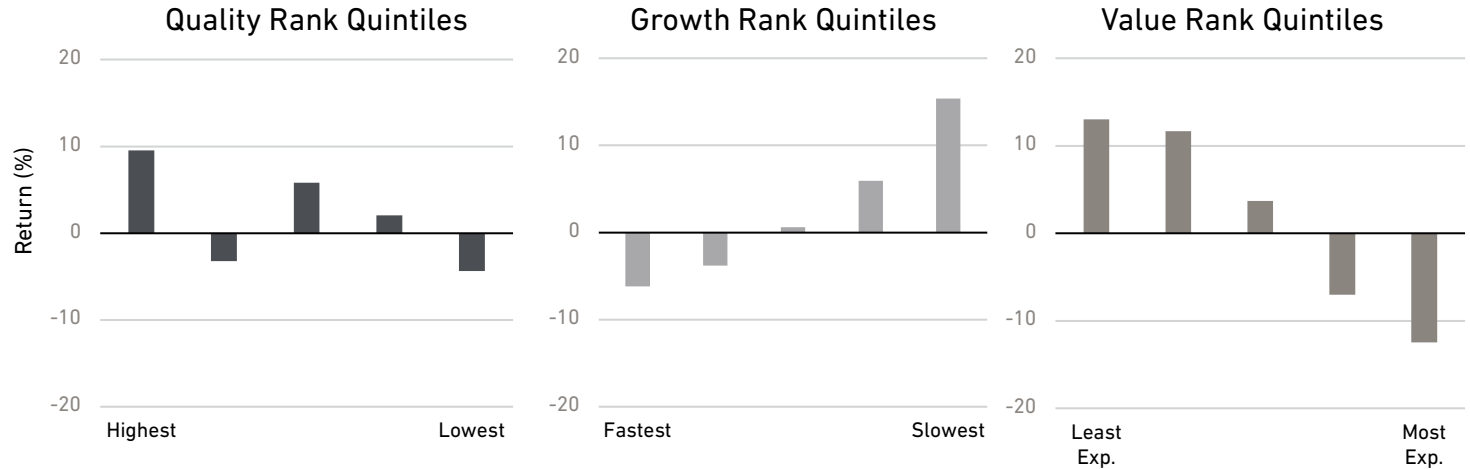
from Relative Returns	Avg. Wt. %	Effect
	HL	Index %
LONGi	1.4	<0.1 -0.56
China Tourism Group Duty Free	0.9	0.1 -0.51
AirTAC	2.3	0.1 -0.43
WuXi AppTec	1.5	0.1 -0.40
EPAM	1.1	- -0.35

¹Emerging markets or frontier markets companies listed in developed markets. ²Includes countries with less-developed markets outside the index.

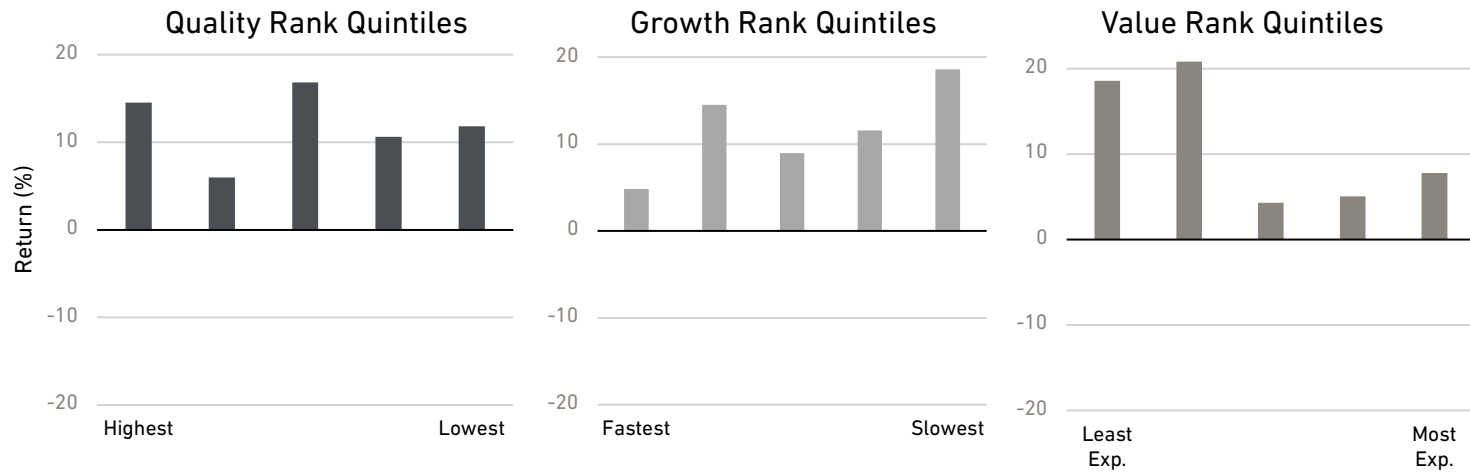
"Composite": Emerging Markets composite. "Benchmark": MSCI Emerging Markets Index. Past performance does not guarantee future results. Sector and Region Attribution and Contributors and Detractors are shown as supplemental information only and complement the fully compliant Emerging Markets Composite GIPS Presentation. The portfolio holdings identified above do not represent all of the securities held in the portfolio. It should not be assumed that investment in the securities identified has been or will be profitable. The following information is available upon request: (1) information describing the methodology of the contribution data and (2) a list showing the weight and relative contribution of all holdings during the quarter. Contribution is the contribution to overall relative performance over the period. Performance of contributors and detractors is net of fees, which is calculated by taking the difference between net and gross composite performance for the Emerging Markets strategy prorated by asset weight in the portfolio and subtracted from each security's return. Contributors and detractors exclude cash and securities in the composite not held in the model portfolio. Quarterly data is not annualized. Please read the disclosures, which are an integral part of this presentation.

Index Total Returns by Quality, Growth, and Value Rank

Trailing 12 Months
MSCI EM Index



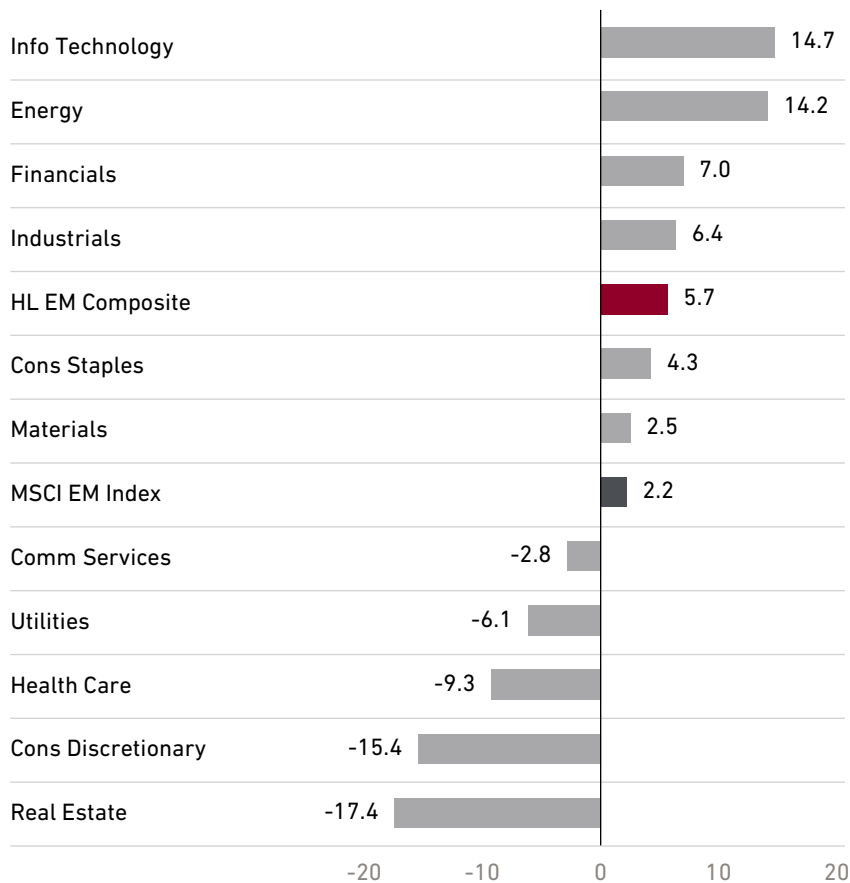
Trailing 12 Months
MSCI EM
ex China Index



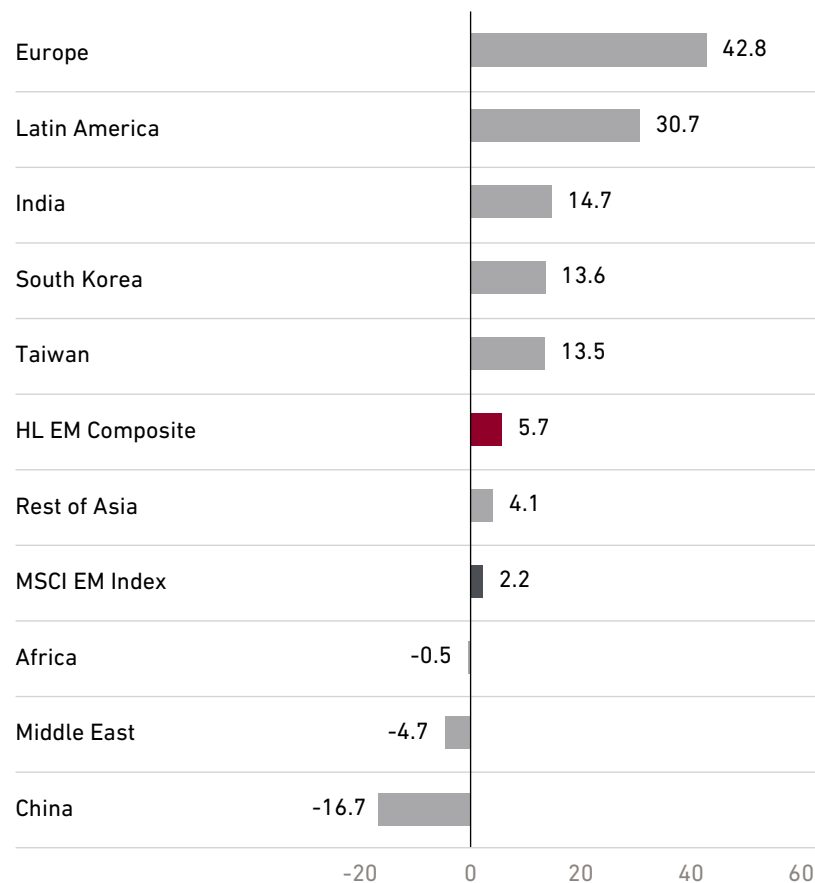
Benchmark Performance

Trailing 12 Months as of June 30, 2023

Sector Total Return (%)



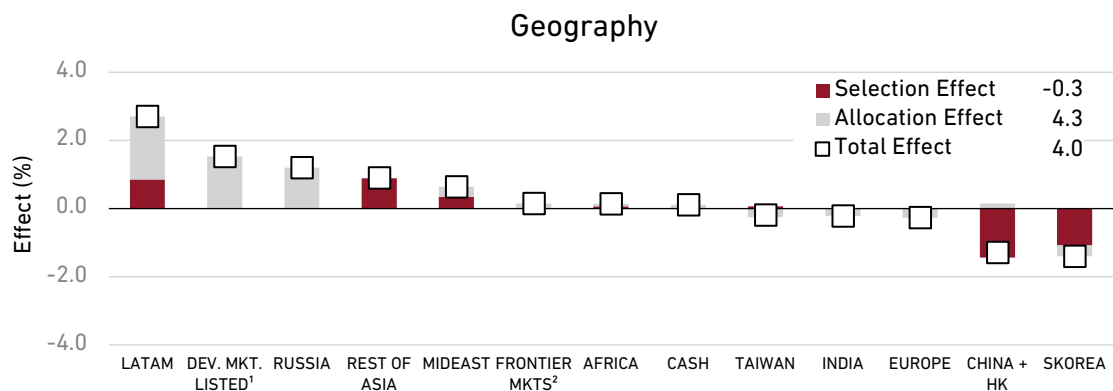
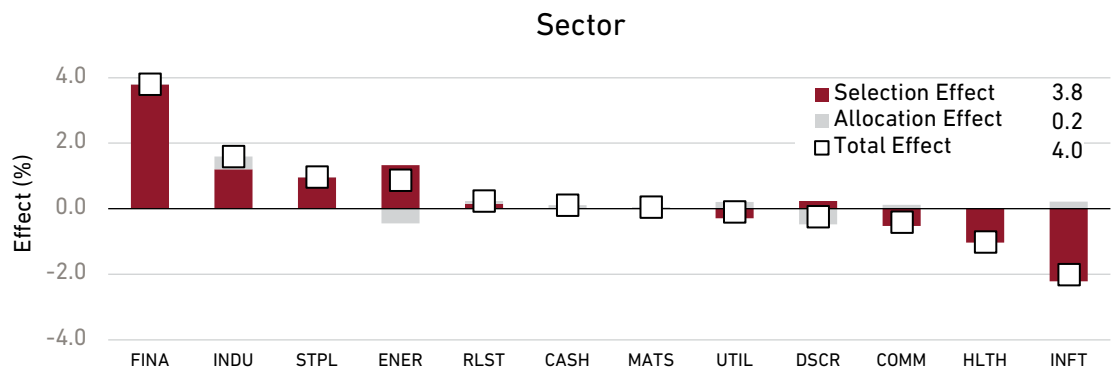
Geographic Total Return (%)



Source: FactSet, MSCI Inc. Data as of June 30, 2023. Composite performance is gross of fees. Please refer to the Composite Performance Summary page, which includes net of fee performance for the same time period. Past performance does not guarantee future results. Past performance does not guarantee future results. Please read the disclosures, which are an integral part of this presentation.

Performance Attribution: Composite vs. Benchmark

Trailing 12 Months as of June 30, 2023



Top 5 Contributors

to Relative Returns	Avg. Wt. %	Effect
	HL	Index %
Novatek	<0.1	- 1.20
GF Banorte	2.0	0.3 0.78
Network International	0.7	- 0.64
Meituan	<0.1	1.4 0.63
Localiza	1.7	0.1 0.60

Top 5 Detractors

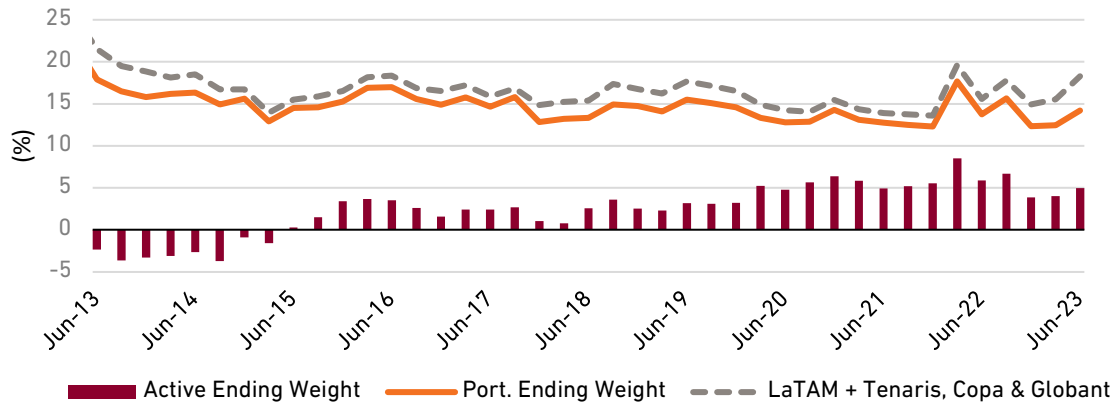
from Relative Returns	Avg. Wt. %	Effect
	HL	Index %
LONGi	1.3	<0.1 -1.11
WuXi AppTec	1.7	0.1 -0.85
China Tourism Group Duty Free	1.1	0.1 -0.81
Li-Ning	1.2	0.3 -0.52
Petrobras*	-	0.8 -0.49

*Not held in the portfolio; its absence had an impact on the portfolio's return relative to the index.

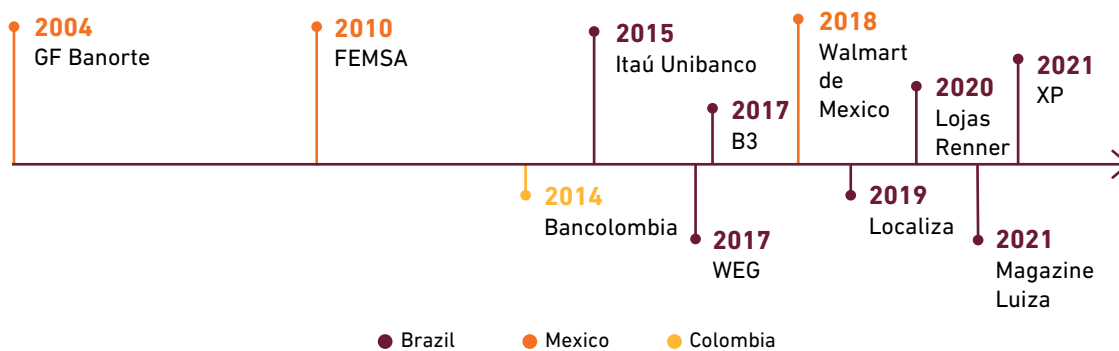
¹Emerging markets or frontier markets companies listed in developed markets. ²Includes countries with less-developed markets outside the index.
 "Composite": Emerging Markets composite. "Benchmark": MSCI Emerging Markets Index. Past performance does not guarantee future results. Sector and Region Attribution and Contributors and Detractors are shown as supplemental information only and complement the fully compliant Emerging Markets Composite GIPS Presentation. The portfolio holdings identified above do not represent all of the securities held in the portfolio. It should not be assumed that investment in the securities identified has been or will be profitable. The following information is available upon request: (1) information describing the methodology of the contribution data and (2) a list showing the weight and relative contribution of all holdings during the period. Contribution is the contribution to overall relative performance over the period. Performance of contributors and detractors is net of fees, which is calculated by taking the difference between net and gross composite performance for the Emerging Markets strategy prorated by asset weight in the portfolio and subtracted from each security's return. Contributors and detractors exclude cash and securities in the composite not held in the model portfolio. Data is not annualized. Please read the disclosures, which are an integral part of this presentation.

Latin America: Familiar Holdings, New Opportunities for Profitable Growth

HL EM Absolute and Relative Weight in Latin America



Purchase date of Lat Am holdings



Growth tailwinds: LatAm holdings

Near-shoring



Inflation and interest rate backdrop

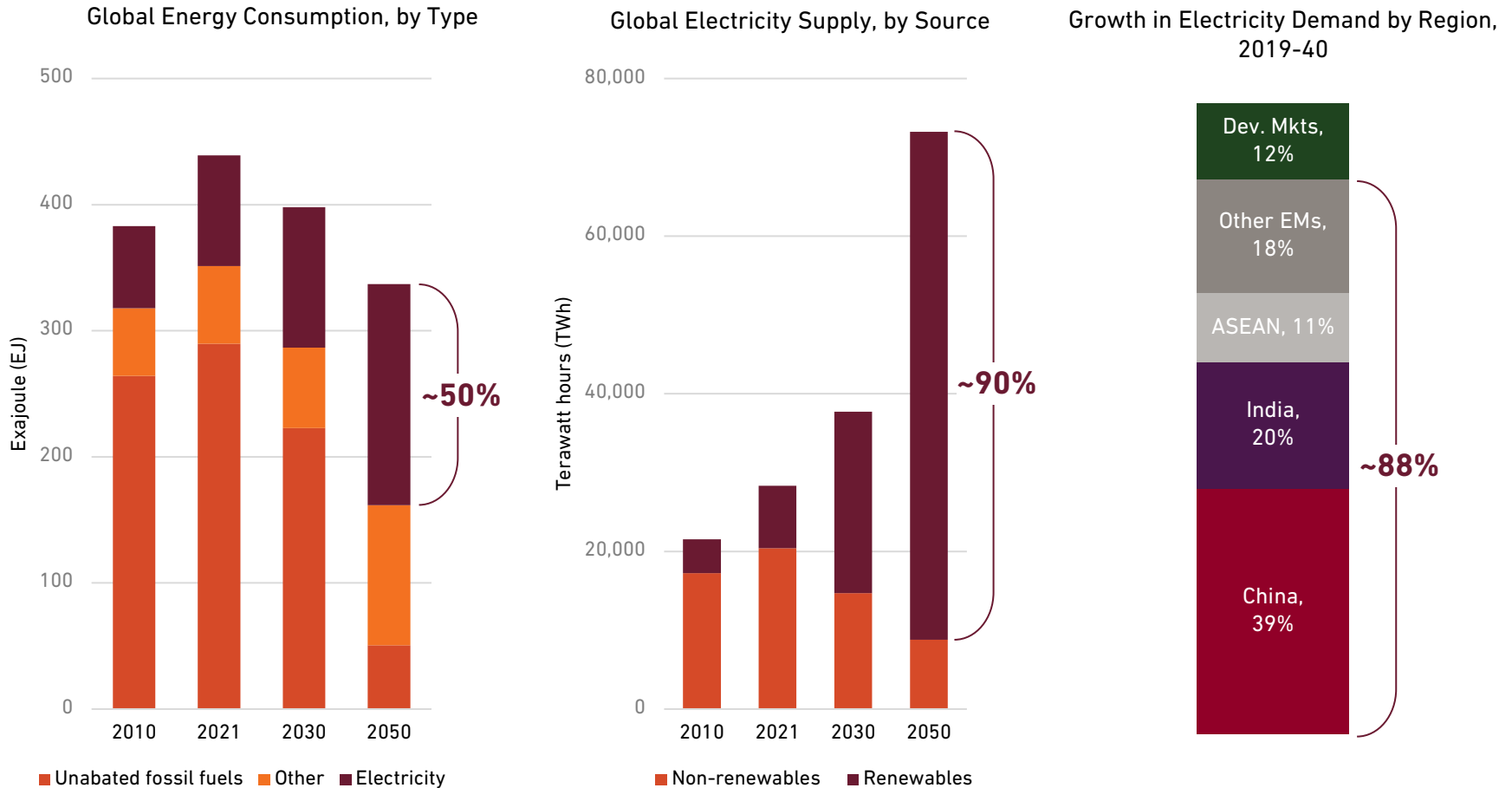


Profitable growth opportunities



The timeline above depicts the most recent purchase date for each holding. Some holdings may have been previously held and then sold prior to the date shown on the timeline. The portfolio holdings identified above do not represent all of the securities held in the portfolio. It should not be assumed that investment in the securities identified has been or will be profitable. Please read the disclosures which are an integral part of this presentation.

No Shock Here: The Rising Importance of Electrification



Source for the left and center chart: International Energy Agency (IEA), World Energy Outlook 2022, p. 281, 284. Left chart refers to Total Final Consumption. Estimates are based on IEA's "Net Zero Emissions by 2050 Scenario," which indicates the developments required to stabilize the rise in global average temperatures at 1.5 degrees Celsius. A more conservative estimate from the IEA, the Announced Pledges Scenario, indicates about 40% of the world's direct energy usage will rely upon electricity, and up to 80% of electricity will be generated by renewable sources. The growth in electricity demand is sourced from the Council on Energy, Environment, and Water and the IEA STEPS scenario from the World Energy Outlook, 2020.

Electrification: New Portfolio Holdings

Delta Electronics

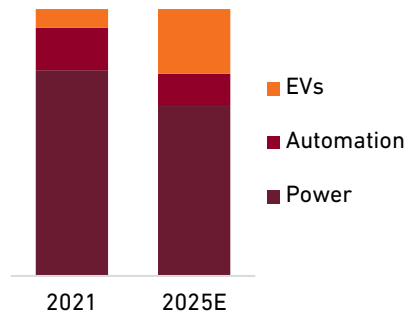
World's largest manufacturer of power supplies



Delta's power components are used in **14 of the top 20** EV manufacturers.



Estimated Delta revenue, by source



StarPower

China's leader in power semiconductors (IGBTs)

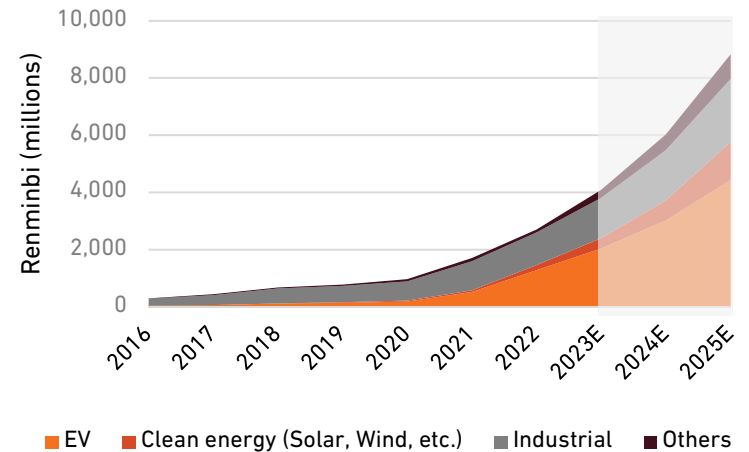
1 of every 5

EVs made in China have StarPower IGBTs



StarPower's new chips could extend a typical EV range by as much as 20% on the same battery.

Estimated StarPower revenue, by source



Estimated revenue split for Delta and StarPower: sourced from HL analyst and Goldman Sachs research. The portfolio holdings identified above do not represent all of the securities held in the portfolio. It should not be assumed that investment in the securities identified has been or will be profitable. Please read the disclosures which are an integral part of this presentation.

Completed Portfolio Transactions

Second Quarter 2023

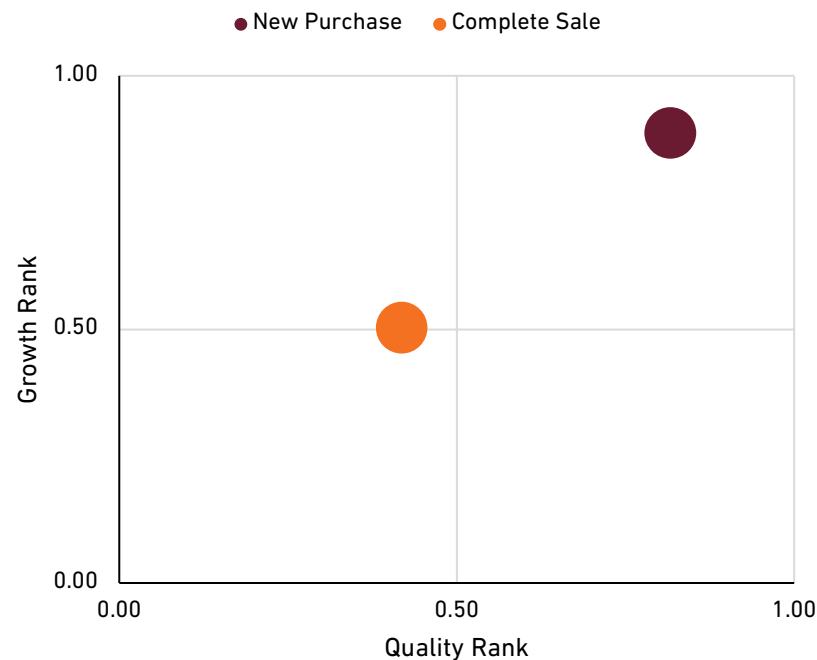
Positions Established

Company	Market	Sector
Delta Electronics	Taiwan	Info Technology
Hengli Hydraulic	China	Industrials
StarPower	China	Info Technology

Positions Sold

Company	Market	Sector
Banco Bradesco	Brazil	Financials
Meituan	China	Cons Discretionary
Network International	UK	Financials
SCB X	Thailand	Financials
Silergy	Taiwan	Info Technology
Sunny Optical	China	Info Technology

Average QG Profile of 2Q23 Purchases and Sales

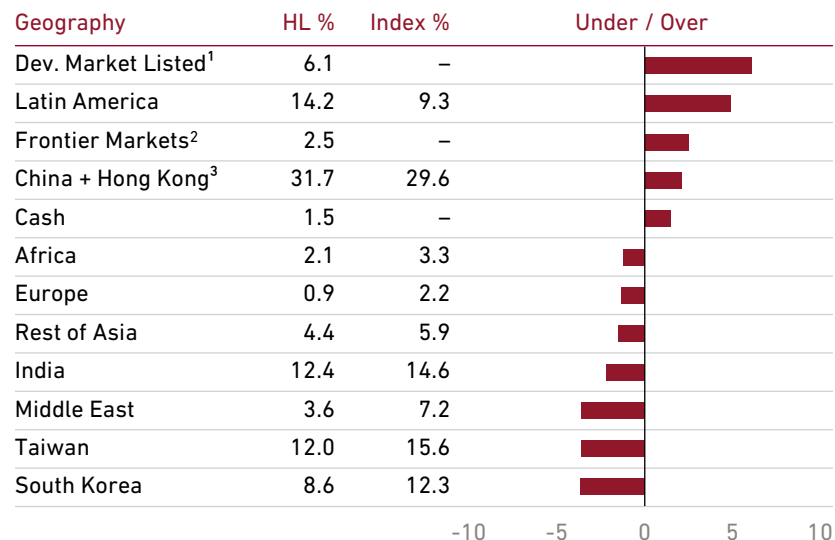
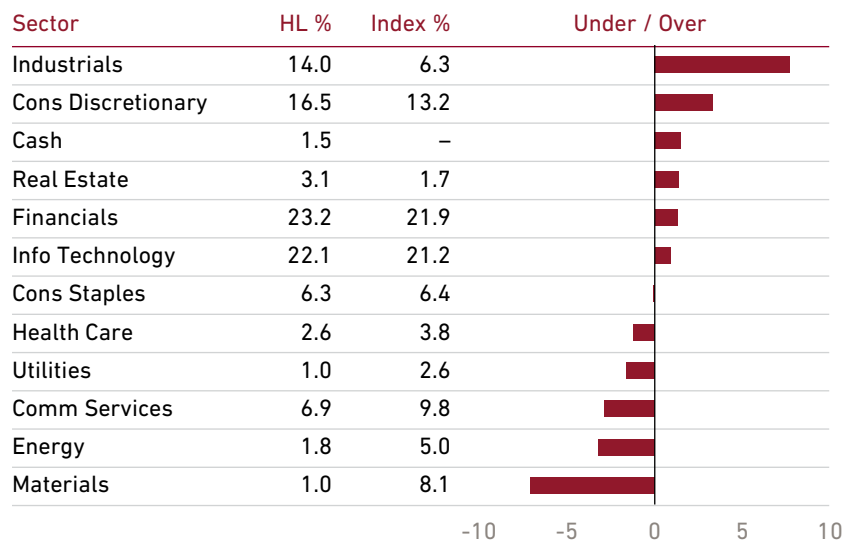


- Portfolio Turnover (5-year annualized average): 17.5%

The portfolio is actively managed therefore holdings shown may not be current. The portfolio holdings identified above do not represent all of the securities held in the portfolio. It should not be assumed that investment in the securities identified has been or will be profitable. To request a complete list of portfolio holdings for the past year, contact Harding Loevner. Holdings are shown as supplemental information. The bubble chart depicted on the right includes the purchase of Kapsi.kz, which was completed early in the second quarter and therefore included as part of 1Q23 presentation materials. Bubble chart is based upon transaction size. Please read the disclosures, which are an integral part of this presentation.

Portfolio Positioning

As of June 30, 2023



Ten Largest Holdings – Total Weight: 32.1%

Company	Market	Sector	Wt. (%)
TSMC	Taiwan	Info Technology	5.7
Samsung Electronics	South Korea	Info Technology	5.6
Tencent	China	Comm Services	3.8
Tata Consultancy Services	India	Info Technology	3.0
HDFC Bank	India	Financials	2.8

Company	Market	Sector	Wt. (%)
Emaar Properties	UAE	Real Estate	2.6
Maruti Suzuki	India	Cons Discretionary	2.4
HDFC Corp.	India	Financials	2.2
FEMSA	Mexico	Cons Staples	2.1
Walmart de México	Mexico	Cons Staples	1.9

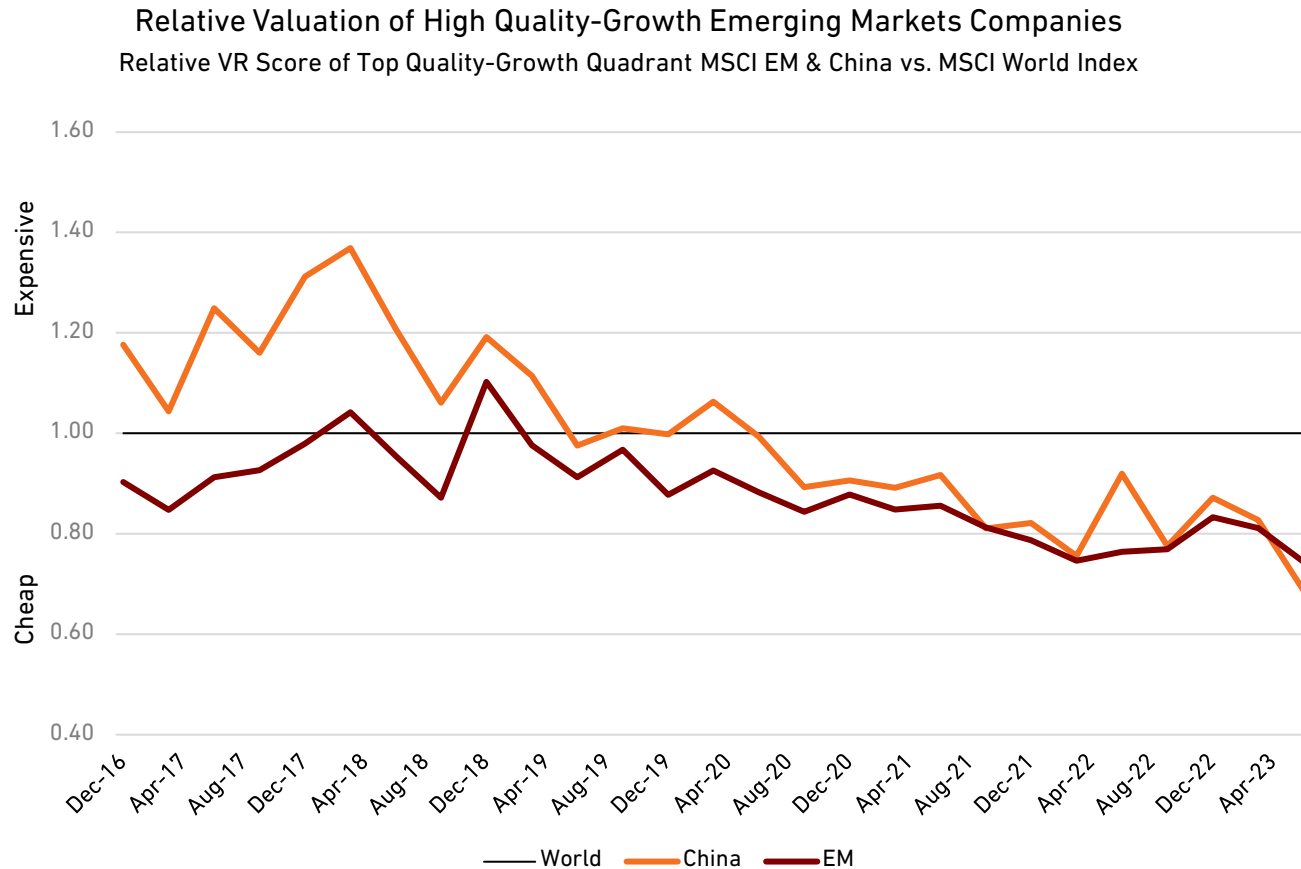
73% Active Share

¹Emerging markets or frontier markets companies listed in developed markets, excluding Hong Kong. ²Includes countries with less-developed markets outside the Index. ³The Harding Loevner Emerging Markets Model portfolio's end weight in China is 28.4% and Hong Kong is 3.3%. The Benchmark does not include Hong Kong. "HL": Emerging Markets model portfolio. "Index": MSCI Emerging Markets Index.

Source: Harding Loevner Emerging Markets Model, FactSet, MSCI Inc. Sector and region end weights, holdings, and active share are shown as supplemental information only and complement the fully compliant Emerging Markets Composite GIPS Presentation. Please read the disclosures, which are an integral part of this presentation.

Valuation of Superior EM Quality-Growth Stocks – Relative to MSCI World

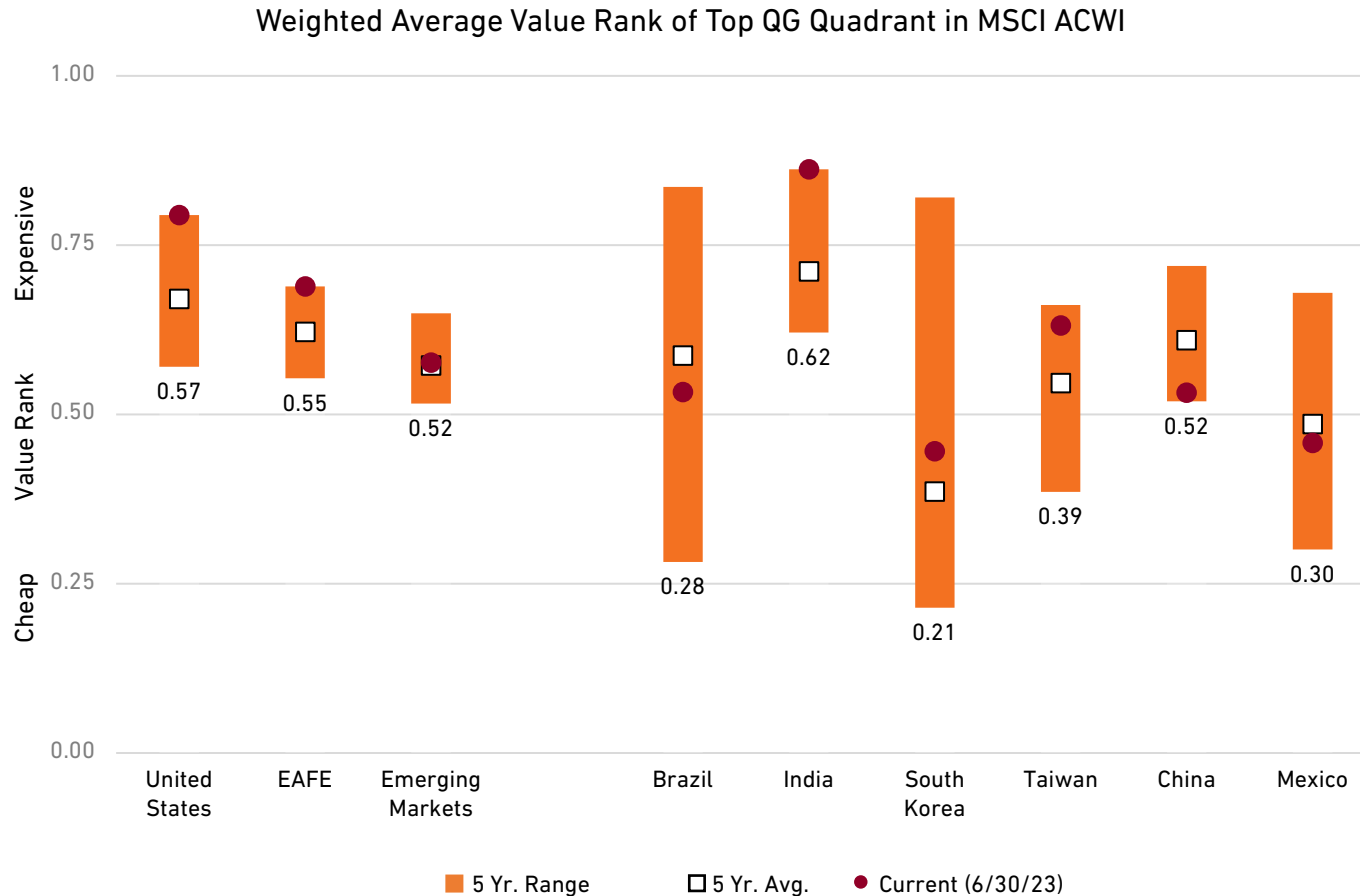
Quality-growth stocks in EM have de-rated significantly over the past four years



Source: FactSet, HOLT, MSCI Inc. Data as of June 30, 2023. Please read the disclosures, which are an integral part of this presentation.
Top QG quadrant is defined as companies with a QR score > 0.5 and a GR score > 0.5. VR Score based on weighted average.

Valuation of Superior Quality-Growth Stocks by Country

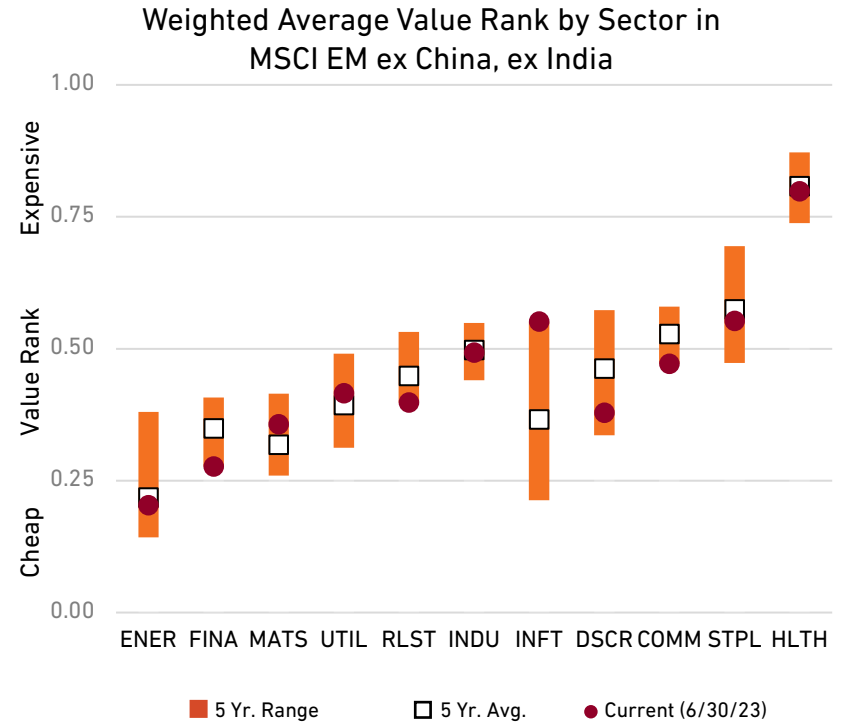
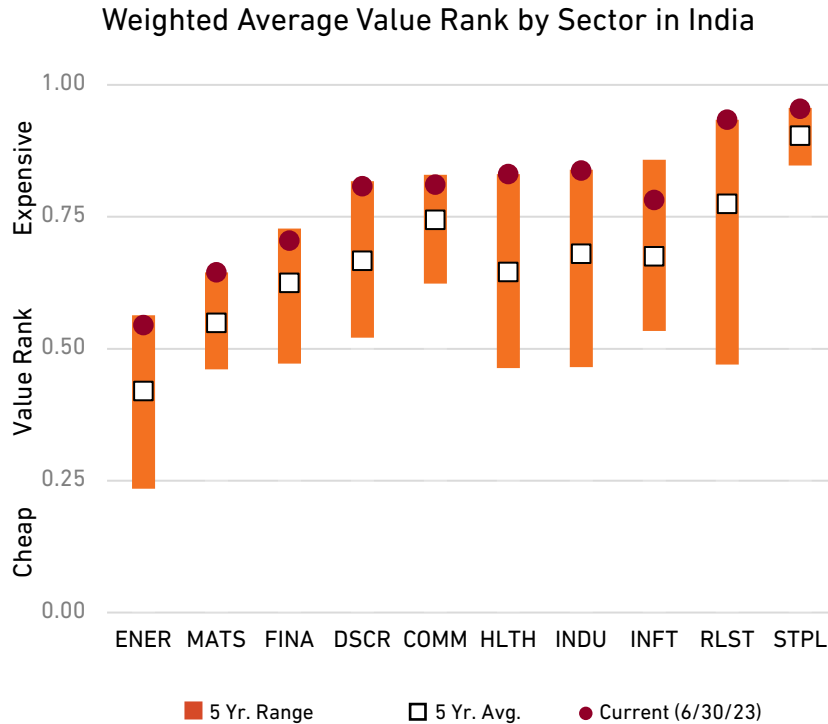
High dispersion in current valuation (relative to past five years) across countries



Source: FactSet, HOLT, MSCI Inc. Data as of June 30, 2023. Please read the disclosures, which are an integral part of this presentation. Top QG quadrant is defined as companies with a QR score > 0.5 and a GR score > 0.5. Trailing 20 quarters.

Valuations: India Appears Expensive

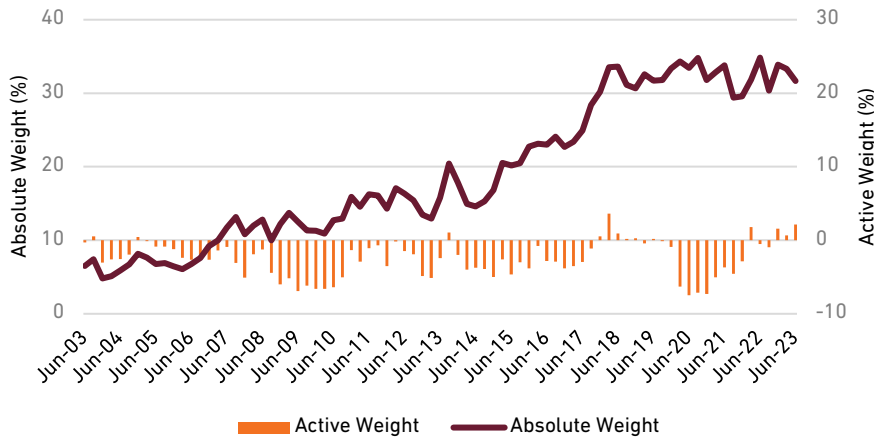
Outside China and India, stocks in Financials and Consumer Discretionary appear attractive, while Info Tech remains expensive



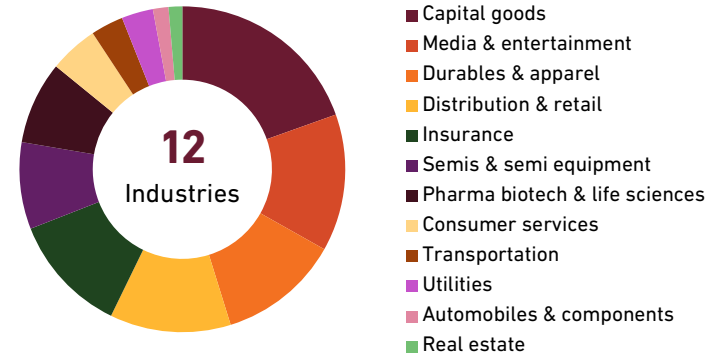
Attractive Valuations Have Led to Shifts in the Portfolio

We continue to find opportunities in China, despite a gloomy economic outlook and weak consumer confidence

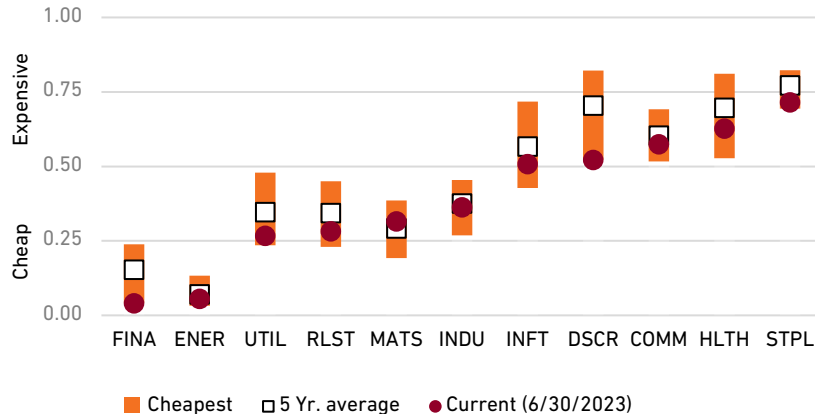
We are slightly overweight China + HK Our absolute weight has remained steady



We remain well diversified in our exposure HL EM exposure to China + HK, by industry



Valuations Appear Attractive Across Many Sectors in China Weighted Average Value Rank by Sector in China



We've added to our Chinese holdings on weakness YTD New purchases and additions in China + HK

New Purchases:

- StarPower
- Jiangsu Hengli Hydraulic

Additions:

- LONGi
- Tencent
- JD.com
- Li Ning
- Country Garden Services
- Trip.com

*Shows all transactions greater than 25bps. The portfolio is actively managed therefore holdings shown may not be current. The portfolio holdings identified above do not represent all of the securities held in the portfolio. It should not be assumed that investment in the securities identified has been or will be profitable. To request a complete list of portfolio holdings for the past year, contact Harding Loevner.

Global Equity Specialist

A single investment philosophy, process, and research team drives all Harding Loevner strategies

Firm AUM: \$55.3 Billion					
Global Equities	\$14.4B AUM	International Equities	\$35.6B AUM	Emerging Markets Equities	\$5.3B AUM
Global Equity	\$11.5B	International Equity	\$21.8B	Emerging Markets Equity	\$5.2B
Global Equity ADR	\$0.6B	International Equity ADR	\$12.0B	Chinese Equity	<\$0.1B
Developed Markets	\$2.1B	Developed Markets	\$1.1B	Emerging Markets ex China	<\$0.1B
Paris-Aligned	\$0.1B	Developed Markets ADR	<\$0.1B	Frontier Emerging Markets	\$0.1B
Small Companies	<\$0.1B	Carbon Transition	<\$0.1B	Research	<\$0.1B
Research	<\$0.1B	Small Companies	\$0.6B		
		Research	<\$0.1B		



Remaining Quarterly Review Presentations

Strategy	Date	Time
International Small Companies Equity	Tuesday, July 18	11:00 AM EDT

Disclosures

The information provided in this presentation should not be considered a recommendation to purchase or sell a particular security. Unless otherwise stated, non-performance based criteria have been used to select the securities listed. The portfolio is actively managed therefore securities shown may not be current. It should not be assumed that investment in the securities identified has been or will be profitable. To request a complete list of portfolio holdings for the past year contact Harding Loevner. A complete list of holdings for the Emerging Markets model at June 30, 2023 is available on request.

All Emerging Markets client accounts are based on the Harding Loevner Emerging Markets model, and are managed in strict accordance with this model. No deviation from the Harding Loevner Emerging Markets model is permissible except to accommodate unique, agreed-upon client guidelines or restrictions.

Investing in stocks entails the risks of market volatility. The value of all types of stocks may increase or decrease over varying time periods. To the extent the investments depicted herein represent international securities, you should be aware that there may be additional risks associated with international investing, including foreign economic, political, monetary and/or legal factors, changing currency exchange rates, foreign taxes, and differences in financial and accounting standards.

Quality and Growth Characteristics, Investment Statistics, Benchmark Returns, Performance Attribution, Portfolio Exposures and Portfolio Transactions are shown as supplemental information only and complement the fully compliant Emerging Markets composite GIPS Presentation, which is available on request.

Alpha: a measure of risk-adjusted return. *Beta*: a measure of the portfolio's sensitivity to the market. *R-Squared*: a measure of how well a portfolio tracks the market. *Standard Deviation*: the statistical measure of the degree to which an individual value in a probability distribution tends to vary from the mean of the distribution. *Information Ratio*: a measure of risk-adjusted return calculated by dividing the portfolio active return (i.e., portfolio returns minus benchmark return) by the standard deviation of the active return. *Sharpe Ratio*: the return over the risk free rate per unit of risk. *Up/Down Capture*: a measure of the manager's performance in up/down markets relative to the market itself. *Profit Margin*: relationship of net profits to net sales. *Return on Assets*: net income for past 12 months divided by total assets. *Return on Equity*: the net income divided by total common equity outstanding, expressed as a percent. *Debt/Equity Ratio*: total long-term debt divided by total shareholder's equity. *Sales Per Share*: the total revenue earned per share over a 12-month period, net of returns, allowances, and discounts. *Earnings Per Share*: portion of a company's profit allocated to each outstanding share of common stock. *Cash Flow*: a measure of the cash generating capability of a company calculated by adding non-cash charges (e.g. depreciation) and interest expense to pretax income. *Turnover*: calculated by dividing the lesser of Purchases or Sales by Average Capital. *Active Share*: the proportion of holdings by weight that differ from holdings of the benchmark index.

The MSCI Emerging Markets Index is a free float-adjusted market capitalization index that is designed to measure equity market performance in the global emerging markets. The index consists of 24 emerging market countries. The MSCI All Country World Index is a free float-adjusted market capitalization index that is designed to measure equity market performance in the global developed and emerging markets. The Index consists of 47 developed and emerging market countries. You cannot invest directly in these indexes.

All performance and data shown are in US dollar terms, unless otherwise noted.

Harding Loevner's Quality, Growth, and Value rankings are proprietary measures determined using objective data. Quality rankings are based on the stability, trend, and level of profitability, as well as balance sheet strength. Growth rankings are based on historical growth of earnings, sales, and assets, as well as expected changes in earnings and profitability. Value rankings are based on several valuation measures, including price ratios.

The composite and attribution returns may show discrepancies due to the different data sources for these returns. Composite performance is preliminary and obtained from Harding Loevner's accounting system and Attribution returns are obtained from the FactSet portfolio analysis system. Please note returns from FactSet are not audited for GIPS compliance and are for reference only.

Source (Benchmark Performance, Performance Attribution, Contributors and Detractors): FactSet, Harding Loevner Emerging Markets composite; MSCI Inc.

Source (Portfolio Positioning, Portfolio Transactions, Portfolio Allocation Comparison, Quality and Growth Characteristics [Run date: July 5, 2023, based on the latest available data in FactSet on this date.]): FactSet; Harding Loevner Emerging Markets model; MSCI Inc.

Source (Investment Statistics): eVestment Alliance; Harding Loevner Emerging Markets composite, based on composite returns.

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