
Longview PartnersGlobal Equity: MSCI ACWI Benchmark

For the month of: **August** **2020**

Manager Performance Calculations	* Annualized returns				
	Last Month	Last 3 Months	Last 1 Year	Last 3 Years*	Last 5 Years*
Longview	5.62%	8.37%	4.49%	6.88%	8.86%
MSCI ACWI	6.12%	15.30%	16.52%	8.99%	10.21%

Performance Attribution & Strategy Comments

At a stock level, the worst performing stocks in the portfolio were Sanofi, Henry Schein and AON despite no negative news. Global pharmaceutical company Sanofi fell slightly in price, possibly as the broader healthcare sector languished the market. Though it had a positive effect on the stock price, one piece of pertinent news for the company was its announcement that it would purchase Principia Biopharma in a move that the market thinks will add breadth to Sanofi's pipeline. In spite of decent earnings, the stock price of dental distributor Henry Schein fell following a strong rally through July. Similarly, professional services provider AON saw its stock price fall though its earnings beat expectations.

On the positive side, Compass Group, Emerson Electric and Parker Hannifin were among the largest contributors to portfolio performance. Catering and services company Compass has seen prolonged stock price weakness since the onset of the pandemic due to its reliance on the physical presence of consumers. The stock was weak during July but regained some of those losses during August. Industrials companies Emerson Electric and Parker Hannifin both released results during August for the previous quarter that exceeded expectations suggesting that the impact of the pandemic was less severe than thought.

Organizational/Personnel Changes

There were no changes to the Investment team in August 2020.

Account Turnover

Gained:	Number of Accounts:	0	Total Market Value (\$m):	\$	-
Lost:	Number of Accounts:	1	Total Market Value (\$m):	\$	26.5
	Reason(s):	1 client terminated their account following a change in the client's strategy due to restructuring.			

Manager Style Summary

Longview is a "bottom-up" manager, whose process is driven by individual security selection. Country allocations are a by-product of the stock selection process, which drives the portfolio country over and under weights, and is unconstrained by the index weights. The portfolio holds 30-35 securities at a time, and stocks are equally weighted. It is a concentrated global equity portfolio, and as such, may experience more volatility relative to the market.

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Portfolio Guideline Compliance August 2020

Portfolio Guideline:	Longview	Min	Max	Compliance
B3. Security position <= 5% of the account @ purchase				Yes
B4. Number of issues	32.0	30	35	ok
B5. Normal Regional Exposures (* benchmark +/- min/max):				
United States & Canada	81%	35%	70%	check
Europe incl U.K.	18%	20%	50%	check
Japan	2%	0%	20%	ok
Emerging Markets	0%	0%	15%	ok
Non-Index Countries	0%	0%	10%	ok
Total	100%			
B6. Normal Global Portfolio Characteristics				
Median Mkt Cap (in billions)	41,515	\$10		ok
Price/Earnings (Trailing)	20.6	10	17	check
Dividend Yield	2%	0.5%	2.0%	check
Price/Cash Flow (Trailing)	9.4	10	14	check
C1. No executed forward w/o a corresponding securities position.				Yes
C2. Foreign Currency (cash or cash equiv) <= 8% of Account value				Yes
F2. Brokerage commissions not to exceed \$0.06/share for U.S. equities				Yes
F3. Annual turnover	19%	25%	50%	check
The portfolio is in compliance with all other aspects of the Portfolio Guidelines				<input checked="" type="checkbox"/> Yes <input type="checkbox"/> No

Manager Explanations for Deviations from Portfolio Guidelines

- B5. Regional Exposures: The output of our investment process is a concentrated, yet diversified, portfolio of typically 35 names, unconstrained by geography or sector.
- B6. Dividend Yield: Dividend yield is not targeted and stands at 2.13% in August.
- B6. Price/Earnings: Price/Earnings is not targeted and stands at 20.56 in August.
- B6. Price/Cash Flow: Price/Cash Flow is not targeted and stands at 9.44 in August.
- F3. Annual Turnover: We do not target a specific level of turnover. Annual turnover is calculated on a rolling 12 month period and includes client flows.