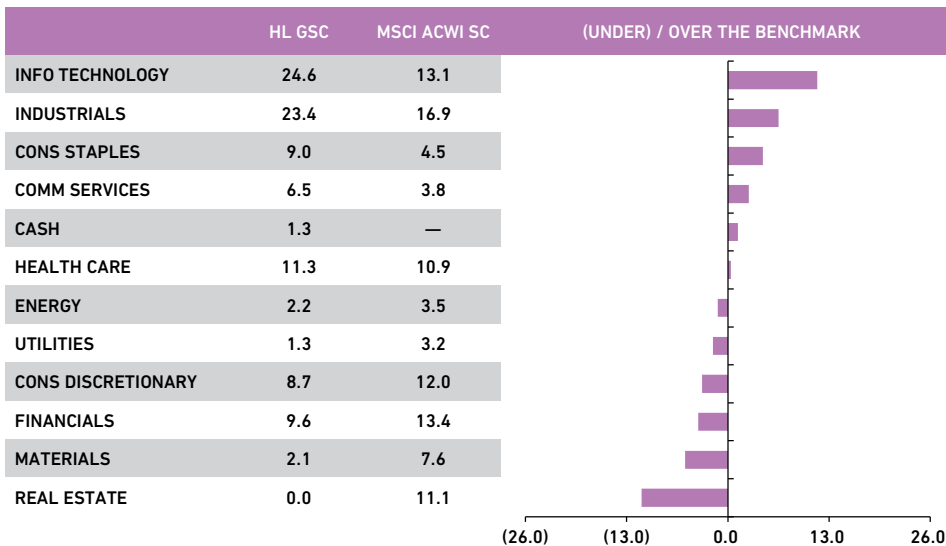
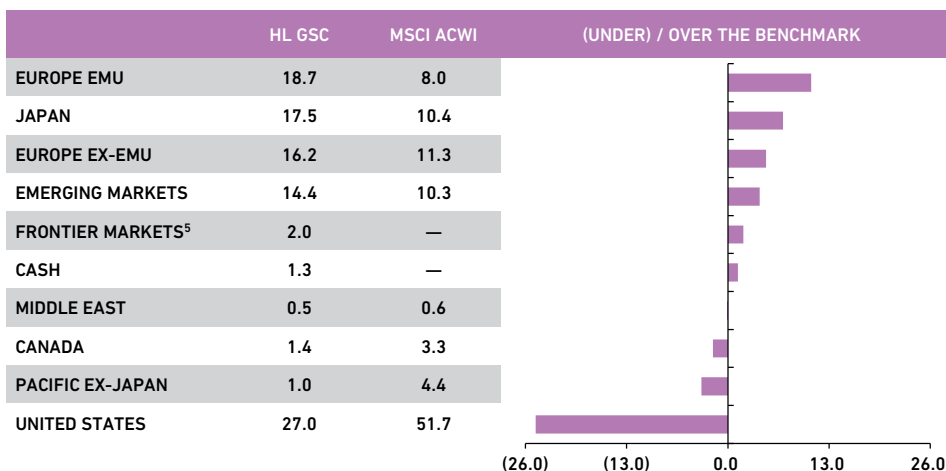


COMPOSITE PERFORMANCE (% TOTAL RETURN) FOR PERIODS ENDED JUNE 30, 2019¹

	3 MONTHS	YTD	SINCE INCEPTION ²
HL GLOBAL SMALL COMPANIES EQUITY (GROSS OF FEES)	5.98	21.14	21.14
HL GLOBAL SMALL COMPANIES EQUITY (NET OF FEES)	5.73	20.60	20.60
MSCI ALL COUNTRY WORLD SMALL CAP INDEX ^{3,4}	1.84	15.30	15.30

¹The Composite performance returns shown are preliminary; ²Inception Date: December 31, 2018; ³The Benchmark Index; ⁴Gross of withholding taxes.

Please read the above performance in conjunction with the footnotes on the last page of this report. Past performance does not guarantee future results. All performance and data shown are in US dollar terms, unless otherwise noted.

SECTOR EXPOSURE (%)

GEOGRAPHIC EXPOSURE (%)


⁵Includes countries in less-developed markets outside the Index.

Sector and geographic allocations are supplemental information only and complement the fully compliant Global Small Companies Composite GIPS Presentation.

Source: Harding Loevner Global Small Companies Model; MSCI Inc. and S&P. MSCI Inc. and S&P do not make any express or implied warranties or representations and shall have no liability whatsoever with respect to any GICS data contained herein.

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MARKET REVIEW

Stocks of global small companies rose 2% in a volatile quarter as investors reacted, in turn, to developments in the US-China trade dispute, weak economic data, and signs of monetary policy response. By May, at the peak of trade tensions, the small-cap index had fallen by as much as 5%, but rebounded in June when central bankers indicated they may lower interest rates to boost their economies.

Growing wariness of the prospect of economic recession may have contributed to the outperformance of assets deemed safer. Small companies—generally considered more economically sensitive—underperformed large ones by two percentage points in the quarter. Similarly, the highest-quality small companies outperformed the lowest-quality ones by six percentage points.

The US and China appeared to be closing in on a landmark trade deal before talks broke down, with each side accusing the other of pulling back commitments that had been made early in the negotiations. Within days, Trump raised tariffs on US\$200 billion of Chinese goods from 10% to 25% and threat-

ened to extend them to an additional US\$300 billion of goods. In retaliation, China implemented its own tariff increases on US\$60 billion of US goods. The dispute also expanded beyond the realm of tariffs: the US Department of Commerce placed Huawei on its “entity list,” banning US companies from doing business with the Chinese technology giant on the grounds of national security. China, in return, established its own “unreliable entities list,” and in a further tit-for-tat, the US added another five Chinese tech companies to its blacklist. In the closing days of the quarter, however, there were signs of de-escalation, as the leaders of the two countries agreed to defer any additional tariffs and resume talks.

Meanwhile, the global economy continued to weaken. In June, the Eurozone Purchasing Manager’s Index (PMI) continued its downward trend, reaching 47.6, the lowest level since 2013. Readings below 50 signify contraction. Central banks responded with declarations of policy support. On June 18, European Central Bank (ECB) President Mario Draghi indicated that the central bank is open to further interest rate cuts and renewed asset buying to boost liquidity. The next day, the US Federal Reserve struck a similar tone, suggesting it may cut US interest rates as soon as July. These remarks pushed global interest rates lower, surpassing their 2016 lows and creating more negative-yielding debt than ever before.

Under such ECB encouragement, European Monetary Union (EMU) markets rose, making it the best-performing major region in the quarter, up 5%. French small caps were among the strongest in the region. The country’s PMI was the only one in the eurozone to expand over the quarter. President Emmanuel Macron mapped out reforms to the country’s burdensome unemployment benefits program, and the populist “Yellow Vest” protests that paralyzed the country last year subsided.

Japan’s market fell in the quarter. Its economy is especially affected by that of China, which is the biggest buyer of Japanese exports. The Tankan Index, an influential economic survey of large manufacturers conducted by the Bank of Japan, registered its lowest level since 2016. Another manufacturing headwind is the government’s plan to hike the sales tax from 8% to 10% in October, which is expected to suppress retail sales.

MARKET PERFORMANCE (USD %)

MARKET	2Q 2019
CANADA	2.0
EMERGING MARKETS	-0.6
EUROPE EMU	4.9
EUROPE EX-EMU	2.1
JAPAN	-0.6
MIDDLE EAST	10.5
PACIFIC EX-JAPAN	2.2
UNITED STATES	2.3
MSCI ACW SC INDEX	1.9

SECTOR PERFORMANCE (USD %) OF THE MSCI ACW SMALL CAP INDEX

SECTOR	2Q 2019
COMMUNICATION SERVICES	-0.5
CONSUMER DISCRETIONARY	-0.1
CONSUMER STAPLES	-2.1
ENERGY	-10.6
FINANCIALS	4.0
HEALTH CARE	1.3
INDUSTRIALS	4.8
INFORMATION TECHNOLOGY	3.7
MATERIALS	2.3
REAL ESTATE	1.4
UTILITIES	4.9

Source: FactSet (as of June 30, 2019). MSCI Inc. and S&P.

PERFORMANCE AND ATTRIBUTION

The Global Small Companies composite rose 6.0% in the quarter, surpassing the benchmark’s 1.8% gain. The charts on the next page attribute the quarter’s performance by sector and region.

By sector, our good stock selection in Information Technology (IT) and Health Care contributed the most to relative performance. German technology consultant **Bechtle** was a top performer. It reported a strong first quarter, in which it grew revenue 15% organically despite the weakening of the German economy, its largest market. In Health Care, our rela-

tive returns were boosted by **Abcam**, a UK-based distributor of antibodies to research institutions. Its stock tumbled last fall and winter following slight reductions in the company's earnings guidance. We thought the reaction was overdone. This quarter the market came to agree with us, and the stock recovered significantly.

Strength in Health Care and IT was partially offset by poor selection in Financials. In May, the Italian internet bank **Fineco** announced that UniCredit was unwinding its minority stake in the company to bolster its balance sheet. The announcement, combined with Italy's struggling economy under a populist government and falling interest rates, weighed on Fineco's share price. New York-based **Signature Bank** also underperformed after reporting lackluster earnings in May. Net interest income grew just 0.3% due to higher deposit costs and lower revenue from fees associated with the early repayment of loans.

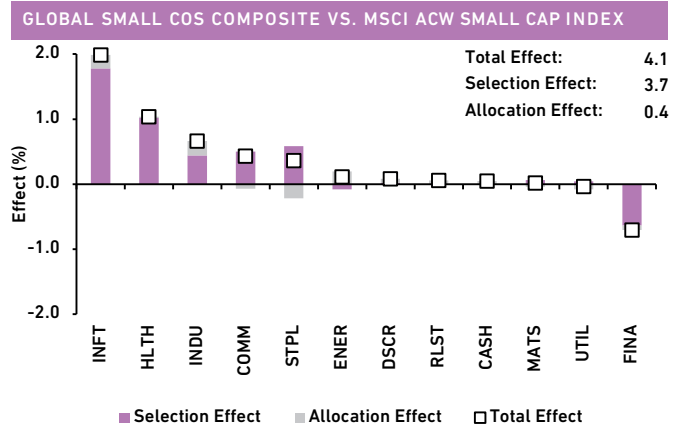
By region, stock selection in Europe, both inside and outside of the monetary union, contributed the most to our returns. UK-based **Spirax-Sarco**, which engineers specialized steam and pump machines, reported solid revenue and profit growth for the first half of the year. Investors were also cheered by the company's confirming its full-year guidance, something that was unexpected as the economic environment is weakening globally, especially for capital goods. **Carl Zeiss Meditec**, a German manufacturer of ophthalmic and microsurgery equipment, announced in April its full-year margin would exceed its previous forecasts. The company's improved margins are tied in part to growing sales of ReLEx Smile, the company's eye-surgery platform. Our large overweight to the underperforming Japanese market partially offset these stock selection results in Europe.

INVESTMENT PERSPECTIVES

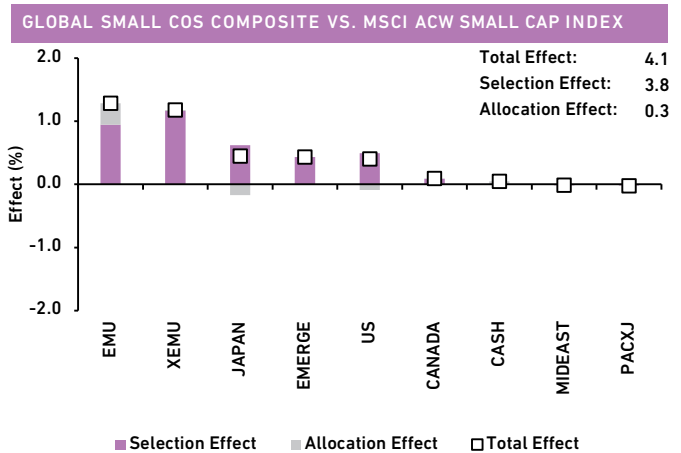
Our research process is designed to uncover companies that can grow cash flow over the long term and are resilient when economic growth is weak or non-existent. One way to see the results of our research efforts, at the aggregate portfolio level, is to review how it differs from its benchmark. For example, we currently have large overweights in IT and Industrials, and comparatively small exposure in Materials. By geography, we have significantly higher exposure to Europe, Emerging Markets, and Japan, but a notable underweight in the US. Because we do not actively determine these broad allocations from the top down, these overweights and underweights are an indica-

Companies held in the portfolio during the quarter appear in bold type; only the first reference to a particular holding appears in bold. The portfolio is actively managed therefore holdings shown may not be current. Portfolio holdings should not be considered recommendations to buy or sell any security. It should not be assumed that investment in the security identified has been or will be profitable. To request a complete list of holdings for the past year, please contact Harding Loevner. A complete list of holdings at June 30, 2019 is available on pages 6-7 of this report.

SECTOR PERFORMANCE ATTRIBUTION SECOND QUARTER 2019



GEOGRAPHIC PERFORMANCE ATTRIBUTION SECOND QUARTER 2019



Source: FactSet; Harding Loevner Global Small Companies Composite; MSCI Inc. and S&P. The total effect shown here may differ from the variance of the Composite performance and benchmark performance shown on the first page of this report due to the way in which FactSet calculates performance attribution. This information is supplemental to the Composite GIPS Presentation.

tion of where we see the most (and fewest) attractively priced opportunities among individual companies that meet our criteria for quality and growth.

Another way of viewing the portfolio—one that corresponds well with our research-based, bottom-up approach—is along the themes that connect our investments across different sectors and geographies. Two notable portfolio themes are: 1) companies focusing on critical components of larger systems; and 2) companies that provide technical services in support of their customers' R&D.

Suppliers are in a position of strength when their products are critical to the operation of a larger system yet represent only a small portion of its cost. The superior bargaining power of such suppliers typically expresses itself in the form of higher prices and higher and more stable profit margins.

Switzerland-based **LEM Holdings**, for example, produces transducers that measure electrical power parameters such as current and voltage. Found in a wide range of industrial applications, including locomotives, automobiles, and turbines for wind and solar power generation, transducers are critical to the efficient operation of these complex machines but represent less than 1% of their total cost. LEM is well known for its technical capabilities, including the in-house design of the semiconductors used in its products. It has taken a 50% share of the global transducer market in competition with large industrial companies such as ABB and Honeywell. LEM's strong bargaining power over its clients has enabled it to deliver operating margins in the high teens, return on equity of close to 40%, and strong free cash flow.

LEM is well known for its technical capabilities, including the in-house design of the semiconductors used in its products.

Another example is **Senior**, a UK-based designer and manufacturer of high-tech components found in airplanes, trucks, and power plants. The company specializes in products that can withstand extreme temperatures, pressure, and corrosive elements. It is a leader in designing high- and low-pressure ducting technologies that are critical to the safety and comfort of passenger airplanes. Senior also provides aero engine components, such as airfoils, engine casings, fan frames, exhaust nozzles, and seals. In addition to its aerospace products, Senior produces exhaust gas recirculation systems used in heavy duty trucks and industrial applications. Capable of handling extreme temperatures and motion, these systems help engines run more efficiently by recirculating some of the exhaust through the combustion process. Customers include Rolls-Royce, Boeing, Airbus, GE, Cummins, and Caterpillar. Though Senior's products can cost up to several hundreds of thousands of dollars, their costs pale in comparison to the end products in which they are incorporated by Senior's customers. On an Airbus A350, for example, Senior's components cost about US\$762,000, under a quarter of 1% of the plane's US\$370 million price tag. Senior's expertise and global manufacturing capability are formidable barriers to entry to potential rivals, as is the high cost to customers of switching to another provider.

Another portfolio theme involves small companies that provide specialized technical services to their client at the early stage of product development. Our companies work with customers across multiple product categories, which helps them develop technical expertise.

France-based **Alten** is a case in point. The company offers engineering services across a number of industries, ranging from aerospace and defense to pharmaceuticals and telecommunications. Alten recently advised GlaxoSmithKline in Belgium on the design and operation of vaccine production lines in a project that included selecting equipment such as purification columns, bioreactors, autoclaves, and mobile tanks. It also re-

cently advised a leading military electronics technology company on the development of a unified command-and-control system that monitors 10 million square kilometers of airspace over Europe. Over the last five years, Alten has delivered double-digit revenue and operating earnings growth, with average returns on invested capital of about 17%. We believe the company has strengths that will support its growth for many years to come. First, it can often provide its services at a lower cost than customers can achieve in-house. Second, its large employee base of 30,000 specialized engineers creates a formidable barrier of entry.

Another example is Germany's **Stratec Biomedical**, which specializes in the design of automation and instrumentation technology for the in-vitro diagnostics (IVD) industry. The company serves diagnostic equipment makers such as Siemens, Abbott Labs, Immucor, and Dialogic, which, in turn, sell to medical diagnostic labs such as Quest Diagnostics. Stratec's services represent only about 10%–15% of the total IVD market, yet are critical for customers as they reduce product development costs by up to 70% and shorten time to market for new products. Starting from a very early point of each project, usually the "feasibility study" stage, Stratec is involved in development of the system, including relevant software and quality management, all the way through to getting regulatory approval. From start to finish, the R&D work on a particular product typically lasts for ten or more years. By working with multiple clients, Stratec has amassed considerable intellectual property—the company files about 20 patents per year—that is common across different types of diagnostic equipment. Stratec's revenue and earnings growth has been significantly higher than the industry average over the past five years, while delivering average return on invested capital of about 14% over the period.

By working with multiple clients, Stratec has amassed considerable intellectual property—the company files about 20 patents per year—that is common across different types of diagnostic equipment.

■ PORTFOLIO HIGHLIGHTS

We have found many investment opportunities in small companies that sell products or services to niche markets via online platforms. By lowering costs associated with distribution as well as customer acquisition, these companies often disrupt inefficient business models. If an early mover is successful in dominating its small corner of the world, potential rivals will find it difficult to enter the market.

In the quarter, we purchased three companies that fit this profile: **Infomart** and **MonotaRO** in Japan and **51job Inc.** in China. Infomart's platform connects food manufacturers and buyers like restaurants, hotels, and caterers. Infomart's digital system replaces inefficient paper invoices. Factory-materials

supplier MonotaRO operates a leading e-commerce site for maintenance, repair, and operational supplies, such as tools, safety goods, and cleaning materials. As it adds more well-priced products to its platform, its customers shift additional purchases away from traditional distributors. We initiated a position in the company following a decline in its share price.

We also took advantage of share price declines to purchase 51job. The company operates China's largest online job site and is a leading provider of human resource services in the country. Its listings are focused on white-collar jobs in technology, finance, and health care, which have been less affected by the domestic manufacturing slowdown. In addition, its revenue from human resource services, which now account for 40% of sales, should help offset any cyclical decline in job listings.

The portfolio has additional investments in companies providing niche services in other parts of the globe. **Rightmove** is an online real estate marketplace in the UK that charges agents to list their properties. As the leading real estate platform, with a 75% market share, Rightmove has pricing power. US-based **Copart** provides an online auction platform for salvage

vehicles. The company receives a commission for connecting insurance company sellers with buyers globally, enabling insurers to obtain higher prices for vehicles totaled in accidents or natural disasters.

Many of our sales this quarter were in response to share-price movements. We sold US-based **First Republic Bank**, US consumer products manufacturer **Church & Dwight**, Japanese medical information services company **M3**, and Danish bioscience company **Chr. Hansen** after recent gains left their shares appearing too expensive.

We also exited our position in **WABCO**, the former Westinghouse Air Brake Company, a global leader in commercial vehicle technologies. The company agreed to be acquired by a competitor, privately held ZF Friedrichshafen, for US\$136.50 per share. While we believe this was too modest a premium for control, there was no sign of another bidder. We sold German software developer **RIB Software** and Russian stock exchange **Moscow Exchange** after recent management meetings sowed doubt that the growth we had envisioned for these companies was achievable.

PORTFOLIO CHARACTERISTICS

QUALITY & GROWTH	HL GSC	ACWI SMALL CAP
PROFIT MARGIN ¹ (%)	11.8	8.0
RETURN ON ASSETS ¹ (%)	10.3	5.0
RETURN ON EQUITY ¹ (%)	17.5	10.7
DEBT/EQUITY RATIO ¹ (%)	14.6	61.7
STD DEV OF 5 YEAR ROE ¹ (%)	2.4	4.5
SALES GROWTH ^{1,2} (%)	8.4	5.6
EARNINGS GROWTH ^{1,2} (%)	13.4	10.1
CASH FLOW GROWTH ^{1,2} (%)	11.0	7.1
DIVIDEND GROWTH ^{1,2} (%)	8.0	6.7

RISK & VALUATION	HL GSC	ACWI SMALL CAP
PRICE/EARNINGS ³	22.6	16.0
PRICE/CASH FLOW ³	17.8	10.8
PRICE/BOOK ³	3.5	1.7
DIVIDEND YIELD ⁴ (%)	1.6	2.2
SIZE	HL GSC	ACWI SMALL CAP
WTD MEDIAN MKT CAP (US \$B)	4.1	2.6
WTD AVG MKT CAP (US \$B)	5.2	3.2

¹Weighted median; ²Trailing five years, annualized; ³Weighted harmonic mean; ⁴Weighted mean. Source: FactSet (Run Date: July 4, 2019); Harding Loevner Global Small Companies Model, based on the underlying holdings; MSCI Inc.

Portfolio characteristics are supplemental information only and complement the fully compliant Global Small Companies Composite GIPS Presentation.

GLOBAL SMALL COMPANIES EQUITY HOLDINGS (AS OF JUNE 30, 2019)

SECTOR/COMPANY/DESCRIPTION	COUNTRY	END WT (%)	SECTOR/COMPANY/DESCRIPTION	COUNTRY	END WT (%)
COMMUNICATION SERVICES			FINANCIALS (CONTINUED)		
BHARTI INFRATEL Telecom infrastructure provider	India	0.8	SVB FINANCIAL GROUP Commercial bank	US	0.9
CABLE ONE Cable operator	US	0.6	ZENITH BANK Commercial bank	Nigeria	0.3
CHEIL WORLDWIDE Marketing and advertising services	South Korea	0.6	HEALTH CARE		
IPSOS Market-research services	France	0.2	ABCAM Life science services	UK	2.2
KAKAKU.COM E-commerce retailer	Japan	0.6	CARL ZEISS MEDITEC Medical technology provider	Germany	1.8
MACROMILL Market-research services	Japan	1.1	DECHRA Veterinary pharma manufacturer	UK	1.4
MEGACABLE Cable operator	Mexico	0.5	DIASORIN Reagent kits developer	Italy	1.5
PARADOX INTERACTIVE Video game publisher	Sweden	0.5	ELANCO Animal health care products	US	0.5
SARANA MENARA NUSANTARA Telecom infrastructure provider	Indonesia	0.5	EMIS GROUP Health care software developer	UK	0.5
RIGHTMOVE Online property listings operator	UK	1.1	FINDEX Health care software developer	Japan	0.4
CONSUMER DISCRETIONARY			NAKANISHI Dental instruments manufacturer	Japan	1.4
ABC-MART Footwear retailer	Japan	1.7	SQUARE PHARMACEUTICALS Pharma manufacturer	Bangladesh	0.4
BORGWARNER Automotive parts manufacturer	US	1.4	STRATEC BIOMEDICAL Life science products manufacturer	Germany	1.2
CHARGEURS Specialty fabrics and coatings manufacturer	France	0.4	INDUSTRIALS		
COWAY Consumer appliances manufacturer	South Korea	0.4	51JOB INC. Online human resource services	China	0.8
ECLAT TEXTILE Technology-based textile manufacturer	Taiwan	1.0	ALFA LAVAL Industrial equipment manufacturer	Sweden	0.3
HANKOOK TIRE Tire manufacturer	South Korea	0.2	ALLEGION Security equipment manufacturer	US	0.6
NOKIAN TYRES Tire manufacturer	Finland	0.3	BBA AVIATION Flight support systems and services	UK	0.4
RINNAI Consumer appliances manufacturer	Japan	0.5	BOSSARD Industrial components supplier	Switzerland	0.7
STANLEY ELECTRIC Automotive lighting manufacturer	Japan	0.4	BRUNEL INTERNATIONAL Employment services	Netherlands	0.3
THULE GROUP Transportation equipment manufacturer	Sweden	1.1	CLARKSONS Shipping services	UK	0.3
YUME NO MACHI SOUZOU IINKAI Food delivery services	Japan	0.4	COPART Vehicle remarketing services	US	0.9
ZOZO E-commerce retailer	Japan	0.9	ENERSYS Industrial-battery manufacturer	US	2.2
CONSUMER STAPLES			EXPONENT Engineering and scientific consultant	US	0.9
AGTHIA Foods and beverages manufacturer	UAE	0.2	HAITIAN Plastic injection-molding machines manufacturer	China	0.8
ALICORP Consumer products manufacturer	Peru	0.5	HEALTHCARE SERVICES Housekeeping and dining services	US	1.5
ARIAKE Natural seasonings manufacturer	Japan	1.6	HEICO Aerospace parts manufacturer	US	1.6
COSMOS PHARMACEUTICAL Drugstores operator	Japan	1.1	ICTSI Container-terminal operator	Philippines	0.7
EAST AFRICAN BREWERIES Alcoholic beverages manufacturer	Kenya	0.4	INTRUM JUSTITIA Credit management services	Sweden	0.9
GRUPO HERDEZ Processed foods manufacturer	Mexico	1.2	KANSAS CITY SOUTHERN Railroad operator	US	0.4
KERNEL Foods and agricultural products manufacturer	Ukraine	0.6	LISI Industrial components manufacturer	France	0.6
PIGEON Consumer products manufacturer	Japan	1.0	MISUMI GROUP Machinery-parts supplier	Japan	1.6
SUGI HOLDINGS Drugstores operator	Japan	0.9	MONOTARO Factory materials supplier	Japan	0.8
TIGER BRANDS Foods and consumer products manufacturer	South Africa	0.2	NIHON M&A CENTER INC. Financial advisory	Japan	1.3
ÜLKER Processed foods manufacturer	Turkey	0.3	RATIONAL Commercial kitchen equipment manufacturer	Germany	1.5
VITASOY Foods and beverages manufacturer	Hong Kong	0.9	ROLLINS Pest control services	US	0.7
ENERGY			SENIOR Aerospace and auto parts manufacturer	UK	0.5
CORE LABORATORIES Oilfield services	US	1.2	SENSATA TECHNOLOGIES Industrial sensors manufacturer	US	0.5
HELMERICH & PAYNE Oil driller	US	1.0	SMS Health care employment services	Japan	0.4
FINANCIALS			SPIRAX-SARCO Industrial components manufacturer	UK	1.2
ANADOLU HAYAT EMEKLILIK Insurance provider	Turkey	0.2	TOMRA Industrial sensors manufacturer	Norway	1.0
BANK OF GEORGIA Commercial bank	UK	0.6	INFORMATION TECHNOLOGY		
DISCOVERY HOLDINGS Insurance provider	South Africa	1.3	ADVANTECH Industrial PCs manufacturer	Taiwan	1.0
FINECOBANK Banking and financial services	Italy	0.9	ALTEN Technology consultant and engineer	France	2.1
LAZARD Financial advisory	US	0.6	ASM INTERNATIONAL Semiconductor equipment manufacturer	Netherlands	0.9
MAX FINANCIAL Financial services and insurance provider	India	1.1	BECHTLE IT services and IT products reseller	Germany	2.0
RATHBONE BROS Wealth manager	UK	0.9	COGNEX Machine vision systems manufacturer	US	1.6
RGA Reinsurance provider	US	0.8	CYBERARK Cybersecurity software developer	Israel	0.5
SIGNATURE BANK Commercial bank	US	2.1	EPAM IT consultant	US	1.4
			GARTNER Market-research services	US	0.9

CONTINUED ON FOLLOWING PAGE >

Model Portfolio holdings are supplemental information only and complement the fully compliant Global Small Companies Composite GIPS Presentation. The portfolio is actively managed therefore holdings shown may not be current. Portfolio holdings should not be considered recommendations to buy or sell any security. It should not be assumed that investment in the security identified has been or will be profitable. To request a complete list of portfolio holdings for the past year contact Harding Loevner.

GLOBAL SMALL COMPANIES EQUITY HOLDINGS (AS OF JUNE 30, 2019)

SECTOR/COMPANY/DESCRIPTION	COUNTRY	END WT (%)
INFORMATION TECHNOLOGY (CONTINUED)		
GLOBALANT Software developer	Argentina	1.2
GUIDEWIRE SOFTWARE Insurance software developer	US	2.2
INFOMART Restaurant supply chain operator	Japan	0.9
IPG PHOTONICS Lasers and amplifiers manufacturer	US	1.4
KINAXIS Supply chain software developer	Canada	1.4
LEM HOLDINGS Electrical components manufacturer	Switzerland	1.8
NOMURA RESEARCH INSTITUTE IT consultant	Japan	0.6
REPLY IT consultant	Italy	0.6
SILERGY Electronics chips manufacturer	Taiwan	1.0

SECTOR/COMPANY/DESCRIPTION	COUNTRY	END WT (%)
SYNOPSIS Software developer and chip designer	US	1.1
TEMENOS GROUP Banking software developer	Switzerland	0.8
VAISALA Atmospheric measuring devices manufacturer	Finland	1.2
MATERIALS		
FUCHS PETROLUB Lubricants manufacturer	Germany	1.1
HOA PHAT GROUP Steel producer	Vietnam	0.3
SYMRISE Fragrances and flavors manufacturer	Germany	0.7
UTILITIES		
RUBIS Liquid chemical storage and distribution	France	1.3
CASH		1.3

2Q19 CONTRIBUTORS TO ABSOLUTE RETURN (%)

LARGEST CONTRIBUTORS	SECTOR	AVG. WT.	CONTRIBUTION
HEICO	INDU	2.1	0.78
ABCAM	HLTH	2.2	0.51
BECHTLE	INFT	1.9	0.44
GLOBALANT	INFT	1.1	0.37
ARIAKE	STPL	1.7	0.28

YEAR TO DATE CONTRIBUTORS TO ABSOLUTE RETURN (%)

LARGEST CONTRIBUTORS	SECTOR	AVG. WT.	CONTRIBUTION
HEICO	INDU	2.0	1.19
ALTEN	INFT	1.9	0.80
BECHTLE	INFT	1.6	0.71
ABCAM	HLTH	2.1	0.70
GLOBALANT	INFT	1.0	0.60

2Q19 DETRACTORS FROM ABSOLUTE RETURN (%)

LARGEST DETRACTORS	SECTOR	AVG. WT.	CONTRIBUTION
CORE LABORATORIES	ENER	1.1	-0.25
NIHON M&A CENTER INC.	INDU	1.4	-0.20
FINCOBANK	FINA	1.0	-0.17
SIGNATURE BANK	FINA	2.2	-0.13
HEALTHCARE SERVICES	INDU	1.5	-0.13

YEAR TO DATE DETRACTORS FROM ABSOLUTE RETURN (%)

LARGEST DETRACTORS	SECTOR	AVG. WT.	CONTRIBUTION
HEALTHCARE SERVICES	INDU	1.6	-0.43
ENERSYS	INDU	2.0	-0.25
FUCHS PETROLUB	MATS	1.3	-0.09
INFOMART	INFT	0.1	-0.07
STANLEY ELECTRIC	DSCR	0.5	-0.06

COMPLETED PORTFOLIO TRANSACTIONS

POSITIONS ESTABLISHED	COUNTRY	SECTOR
51JOB INC.	CHINA	INDU
CABLE ONE	US	COMM
ELANCO	US	HLTH
INFOMART	JAPAN	INFT
MACROMILL	JAPAN	COMM
MEGACABLE	MEXICO	COMM
MONOTARO	JAPAN	INDU
PIGEON	JAPAN	STPL
SARANA MENARA NUSANTARA	INDONESIA	COMM

POSITIONS SOLD	COUNTRY	SECTOR
CHR. HANSEN	DENMARK	MATS
CHURCH & DWIGHT	US	STPL
FIRST REPUBLIC BANK	US	FINA
M3	JAPAN	HLTH
MOSCOW EXCHANGE	RUSSIA	FINA
RIB SOFTWARE	GERMANY	INFT
WABCO	US	INDU

The portfolio is actively managed therefore holdings identified above do not represent all of the securities held in the portfolio and holdings may not be current. 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 in the charts above; and (2) a list showing the weight and contribution of all holdings during the quarter and the year to date. Past performance does not guarantee future results. In the charts above, "weight" is the average percentage weight of the holding during the period, and "contribution" is the contribution to overall performance over the period. Contributors and detractors exclude cash and securities in the Composite not held in the Model Portfolio. Quarterly data is not annualized. Portfolio attribution is supplemental information only and complements the fully compliant Global Small Companies Composite GIPS Presentation. Portfolio holdings should not be considered recommendations to buy or sell any security.

GLOBAL SMALL COMPANIES COMPOSITE PERFORMANCE (AS OF JUNE 30, 2019)

	HL GLOBAL SMALL COS GROSS (%)	HL GLOBAL SMALL COS NET (%)	MSCI ACW SMALL CAP INDEX ¹ (%)	HL GLOBAL SMALL COS 3-YR STD DEVIATION ² (%)	MSCI ACW SMALL CAP INDEX 3-YR STD DEVIATION ² (%)	INTERNAL DISPERSION ³ (%)	NO. OF ACCOUNTS	COMPOSITE ASSETS (\$M)	FIRM ASSETS (%)
2019 YTD ⁴	21.14	20.60	15.30	+	+	N.A. ⁵	1	1	0.00

¹Benchmark Index; ²Variability of the Composite and the Index returns over the preceding 36-month period, annualized; ³Asset-weighted standard deviation (gross of fees); ⁴The 2019 YTD performance returns and assets shown are preliminary; ⁵N.A.—Internal dispersion less than a 12-month period; +Less than 36 months of return data.

The Global Small Companies Composite contains fully discretionary, fee-paying accounts investing primarily in US and non-US equity and equity-equivalent securities of companies with market capitalizations that fall within the range of the Composite's benchmark index and cash reserves, and is measured against the MSCI All Country World Small Cap Total Return Index (Gross) for comparison purposes. Returns include the effect of foreign currency exchange rates. The exchange rate source of the benchmark is Reuters. The exchange rate source of the Composite is Bloomberg. Additional information about the benchmark, including the percentage of composite assets invested in countries or regions not included in the benchmark, is available upon request.

The MSCI All Country World Small Cap Index is a free float-adjusted market capitalization index that is designed to measure small cap developed and emerging market equity performance. The Index consists of 47 developed and emerging market countries, and is comprised of companies that fall within a market capitalization range of USD 53-22,305 million (as of June 30, 2019). You cannot invest directly in this Index.

Harding Loevner LP claims compliance with the Global Investment Performance Standards (GIPS®) and has prepared and presented this report in compliance with the GIPS standards. Harding Loevner has been independently verified for the period November 1, 1989 through March 31, 2019.

Verification assesses whether (1) the firm has complied with all composite construction requirements of the GIPS standards on a firm-wide basis and (2) the firm's policy and procedures are designed to calculate and present performance in compliance with GIPS standards. Verification does not ensure the accuracy of any composite presentation. The verification reports are available upon request.

Harding Loevner LP is an investment adviser registered with the Securities and Exchange Commission. Harding Loevner is an affiliate of Affiliated Managers Group, Inc. (NYSE: AMG), an investment holding company with stakes in a diverse group of boutique firms. The firm maintains a complete list and description of composites, which is available upon request.

Results are based on fully discretionary accounts under management, including those accounts no longer with the firm. Composite performance is presented gross of foreign withholding taxes on dividends, interest income and capital gains. Past performance does not guarantee future results. Policies for valuing portfolios, calculating performance, and preparing compliant presentations are available upon request.

The US dollar is the currency used to express performance. Returns are presented both gross and net of management fees and include the reinvestment of all income. Net returns are calculated using actual fees. Actual returns will be reduced by investment advisory fees and other expenses that may be incurred in the management of the account. The standard fee schedule generally applied to separate Global Small Companies Equity accounts is 1.00% annually of the market value up to \$20 million; 0.80% of amounts above \$20 million. Actual investment advisory fees incurred by clients may vary. The annual composite dispersion presented is an asset-weighted standard deviation calculated for the accounts in the composite the entire year.

The Global Small Companies Composite was created on December 31, 2018.