

**INVESTMENT OBJECTIVE**

The Frontier Emerging Markets Portfolio seeks long-term capital appreciation through investments in equity securities of companies based in frontier and smaller emerging markets.

**INVESTMENT PHILOSOPHY & PROCESS**

We believe a diversified portfolio of high-quality, durable-growth companies purchased at reasonable prices will provide superior investment returns with below-average risk over the long term. Our analysts conduct careful bottom-up research of individual companies and analyze the competitive dynamics of their industries to identify what we believe are the best growth companies and to assess the value of their shares. To qualify for investment, companies must be well managed, financially strong, and possess clear competitive advantages relative to their peers.

FUND FACTS	
CUSIP	412295735
INCEPTION DATE	3/1/2017
MIN. INVESTMENT	\$10,000,000
TOTAL FUND ASSETS	\$399.4M
SALES CHARGE	None
TOTAL # OF HOLDINGS	77
NET EXPENSE RATIO*	1.35%
GROSS EXPENSE RATIO	1.75%
TURNOVER (5 YR. AVG.)	36%
REDEMPTION FEE	2% 1st 90 days
DIVIDEND POLICY	Annual
NAV	\$10.21

**CONTACT**

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**PERFORMANCE (% TOTAL RETURN)**

as of March 31, 2017

	INCEPTION DATE	3 MONTHS	1 YEAR	SINCE INCEPTION
Frontier Emerg Mrkts Portfolio Inst. II - Net	3/1/2017	-	-	-
MSCI Frontier Emerg Mrkts Index		-	-	-

Returns are annualized for periods greater than one year.

**Because this Portfolio has recently become effective, there is no performance information available at this time.**

*Performance data quoted represents past performance; past performance does not guarantee future results. The investment return and principal value of an investment will fluctuate so that an investor's shares, when redeemed, may be worth more or less than their original cost. Current performance of the Portfolio may be lower or higher than the performance quoted. Performance data current to the most recent month end may be obtained by calling (877)435-8105 or visiting [www.hardingloevnerfunds.com](http://www.hardingloevnerfunds.com). Performance data shown does not reflect the 2.00% redemption fee imposed on shares held 90 days or less; otherwise, total returns would be reduced.*

*Short term performance, in particular, is not a good indication of the fund's future performance and an investment should not be made solely on returns.*

**Diversification does not assure a profit or protect against a loss in a declining market.**

**SECTOR EXPOSURE (%)**

SECTOR	HLFFX	BENCHMARK <sup>1</sup>
CONS DISCRETIONARY	8.0	1.5
CONS STAPLES	19.5	6.6
ENERGY	6.4	6.2
FINANCIALS	34.8	44.3
HEALTH CARE	4.9	1.3
INDUSTRIALS	2.9	8.6
INFO TECHNOLOGY	1.5	0.5
MATERIALS	11.7	8.1
REAL ESTATE	1.8	8.9
TELECOM SERVICES	7.2	9.7
UTILITIES	0.0	4.3
CASH	1.3	-

**GEOGRAPHIC EXPOSURE (%)**

REGION	HLFFX	BENCHMARK <sup>1</sup>
AFRICA	16.8	15.0
ASIA	38.0	37.0
EUROPE	10.7	5.0
GULF STATES	9.5	13.4
LATIN AMERICA	20.4	27.2
MIDDLE EAST	0.3	2.4
DEVELOPED MARKET LISTED <sup>2</sup>	3.0	-
CASH	1.3	-

All holdings and sector/geographic allocations are subject to review and adjustment in accordance with the Portfolio's investment strategy and may vary in the future, and should not be considered recommendations to buy or sell any security. The Portfolio is actively managed; therefore holdings may not be current.

The MSCI Frontier Emerging Markets Index is a free float-adjusted market capitalization index designed to measure equity market performance in all countries from the MSCI Frontier Markets Index and the lower size spectrum of the MSCI Emerging Markets Index. The Index consists of 30 frontier markets and 4 emerging markets. The Index is net of foreign withholding taxes on dividends. You cannot invest directly in this Index.

## ■ INVESTMENT ADVISER

Harding Loevner manages global equity portfolios. Our distinct strategies are available to institutions and individuals around the world. Investing in quality-growth companies for the long term has been our exclusive focus since 1989.

## ■ PORTFOLIO MANAGERS

### PRADIPTA CHAKRABORTY

#### CO-LEAD PORTFOLIO MANAGER

BIRLA Institute of Technology & Science, BE, 1994

XLRI School of Management, MBA, 1998

University of Pennsylvania, The Wharton School, MBA, 2008

Harding Loevner since 2008

### BABATUNDE OJO, CFA

#### CO-LEAD PORTFOLIO MANAGER

University of Lagos, BS, 2002

Imperial College, University of London, MSc, 2005

University of Pennsylvania, The Wharton School, MBA 2012

Harding Loevner since 2012

### RICHARD SCHMIDT, CFA

#### PORTFOLIO MANAGER

Georgetown University, BS, 1986

Harding Loevner since 2011

## TEN LARGEST HOLDINGS

	SECTOR	COUNTRY	% ASSETS
HOA PHAT GROUP	MATERIALS	VIETNAM	3.6
SAFARICOM	TELECOM SERVICES	KENYA	3.5
SQUARE PHARMACEUTICALS	HEALTH CARE	BANGLADESH	3.3
CREDICORP	FINANCIALS	PERU	3.2
BANCA TRANSILVANIA	FINANCIALS	ROMANIA	3.0
HALYK SAVINGS BANK	FINANCIALS	KAZAKHSTAN	3.0
CEMENTOS ARGOS	MATERIALS	COLOMBIA	2.8
COMMERCIAL INTERNATIONAL BANK	FINANCIALS	EGYPT	2.7
ALICORP	CONS STAPLES	PERU	2.7
BANCO MACRO	FINANCIALS	ARGENTINA	2.7
TEN LARGEST HOLDINGS			30.5%

## PORTFOLIO CHARACTERISTICS

QUALITY AND GROWTH	HLFFX	BENCHMARK <sup>1</sup>	RISK AND VALUATION	HLFFX	BENCHMARK <sup>1</sup>
PROFIT MARGIN <sup>3</sup> (%)	18.1	15.9	ALPHA <sup>4</sup>	1.54	-
RETURN ON ASSETS <sup>3</sup> (%)	6.4	4.3	BETA <sup>4</sup>	0.83	1.00
RETURN ON EQUITY <sup>3</sup> (%)	19.9	14.2	R-SQUARED <sup>4</sup>	0.80	1.00
DEBT/EQUITY RATIO <sup>3</sup> (%)	51.0	102.1	STANDARD DEVIATION <sup>4</sup>	10.95	11.79
STD DEV OF 5 YEAR ROE <sup>3</sup>	3.3	3.0	SHARPE RATIO <sup>4</sup>	0.29	0.17
5 YEAR ROE <sup>3</sup> (%)	20.1	14.2	PRICE/EARNINGS <sup>5</sup>	12.3	13.9
SALES GROWTH <sup>3,4</sup> (%)	7.3	7.6	PRICE/CASH FLOW <sup>5</sup>	9.6	10.6
EARNINGS GROWTH <sup>3,4</sup> (%)	12.8	8.0	PRICE/BOOK <sup>5</sup>	2.2	1.8
CASH FLOW GROWTH <sup>3,4</sup> (%)	15.6	9.9			
SIZE	HLFFX	BENCHMARK <sup>1</sup>			
WTD MED MKT CAP (\$B)	2.9	5.6			
WTD AVG MKT CAP (\$B)	5.1	6.9			

## ■ ENDNOTES

### PAGES 1 AND 2

(1) MSCI Frontier Emerging Markets Index; (2) Includes emerging markets or frontier markets companies listed in developed markets; (3) Weighted median; (4) Trailing five years, annualized; (5) Weighted harmonic mean; \*Shown net of Harding Loevner's contractual agreement through February 28, 2018.

## PAGES 1 AND 2

Source (Alpha, Beta, R-Squared, Standard Deviation, Sharpe Ratio): eVestment Alliance (eA); Harding Loevner Frontier Emerging Markets Portfolio, based on the Portfolio returns; MSCI Inc. Source (other Characteristics): FactSet (Run Date: April 5, 2017), based on the Portfolio's underlying holdings.

Profit Margin: relationship of gross 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. Earnings Per Share: portion of a company's profit allocated to each outstanding share of common stock. 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. Sharpe Ratio: the return over the risk free rate per unit of risk. Price/Earnings: the ratio of a firm's closing stock price & its trailing 12 months' earnings/ share. Price/Cash Flow: the ratio of a firm's closing stock price & its fiscal year end cash flow/share. Price/Book: the ratio of a firm's closing stock price & its fiscal year end book value/share. Average Weighted Market Capitalization: the product of a security's price & the number of shares outstanding. Median Market Cap: the point at which half of the market value of a portfolio is invested in stocks with a greater market cap, and consequently the other half is invested in stocks with a lower market cap.

The Portfolio invests in foreign securities, which will involve greater volatility and political, economic, and currency risks and differences in accounting methods. It also invests in emerging markets, which involve unique risks, such as exposure to economies less diverse and mature than the U.S. or other more established foreign markets. Economic and political instability may cause larger price changes in emerging markets securities than other foreign securities. Investing in participation notes involve the same risks associated with a direct investment in the underlying security, currency or market.

The Portfolio's investment objectives, risks, charges and expenses must be read and considered carefully before investing. The statutory and summary prospectuses contain this and other important information about the investment company. They may be obtained by calling toll free (877) 435-8105, or visiting [www.hardingloevnerfunds.com](http://www.hardingloevnerfunds.com).

While the Portfolio is "no load", management and other expenses still apply. Please refer to the Prospectus for further details. The Portfolio is distributed by Quasar Distributors, LLC.