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INTERNATIONAL EQUITY OUTLOOK

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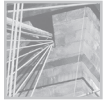
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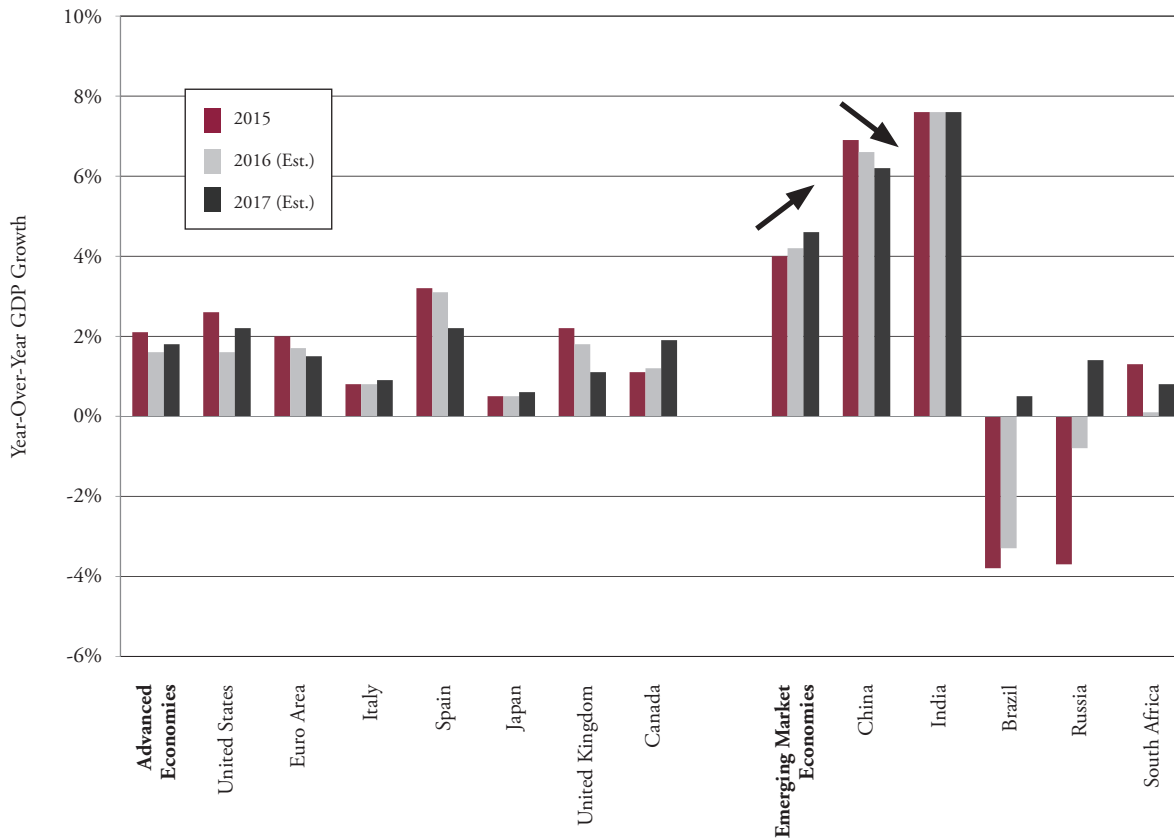
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Investment Management

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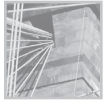


Economic Growth In Developing Economies Still Strong, But Poised To Slow



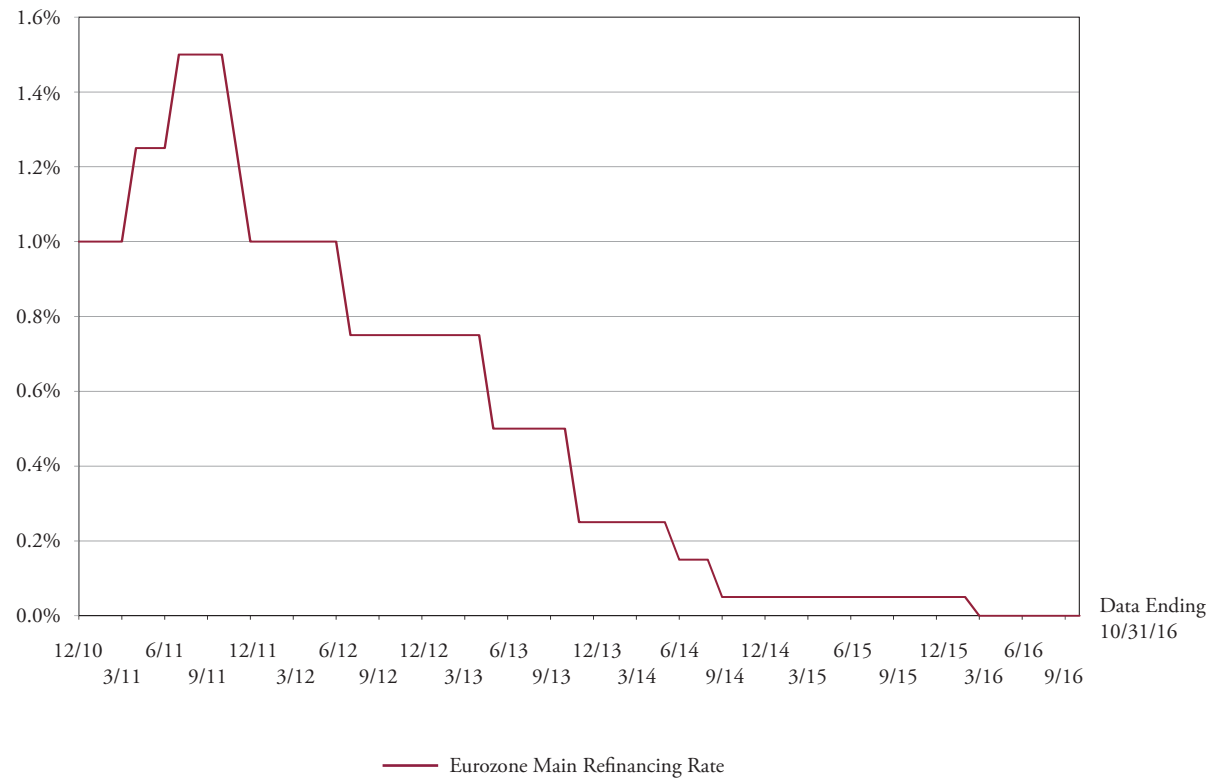
Source: International Monetary Fund, World Economic Outlook, October 2016

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Eurozone Lowers Rates to Zero

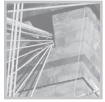
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Data from 12/31/10–10/31/16

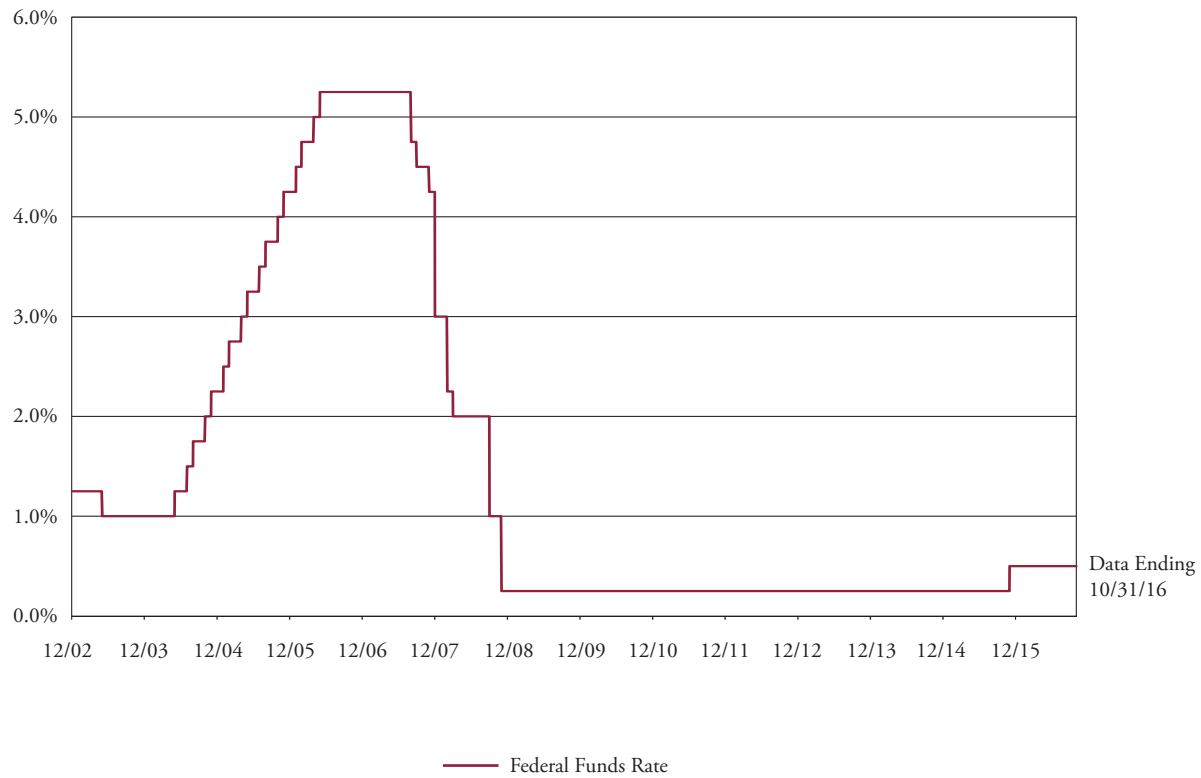
Source: FactSet, European Central Bank

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U.S. Interest Rates Remain Low

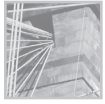
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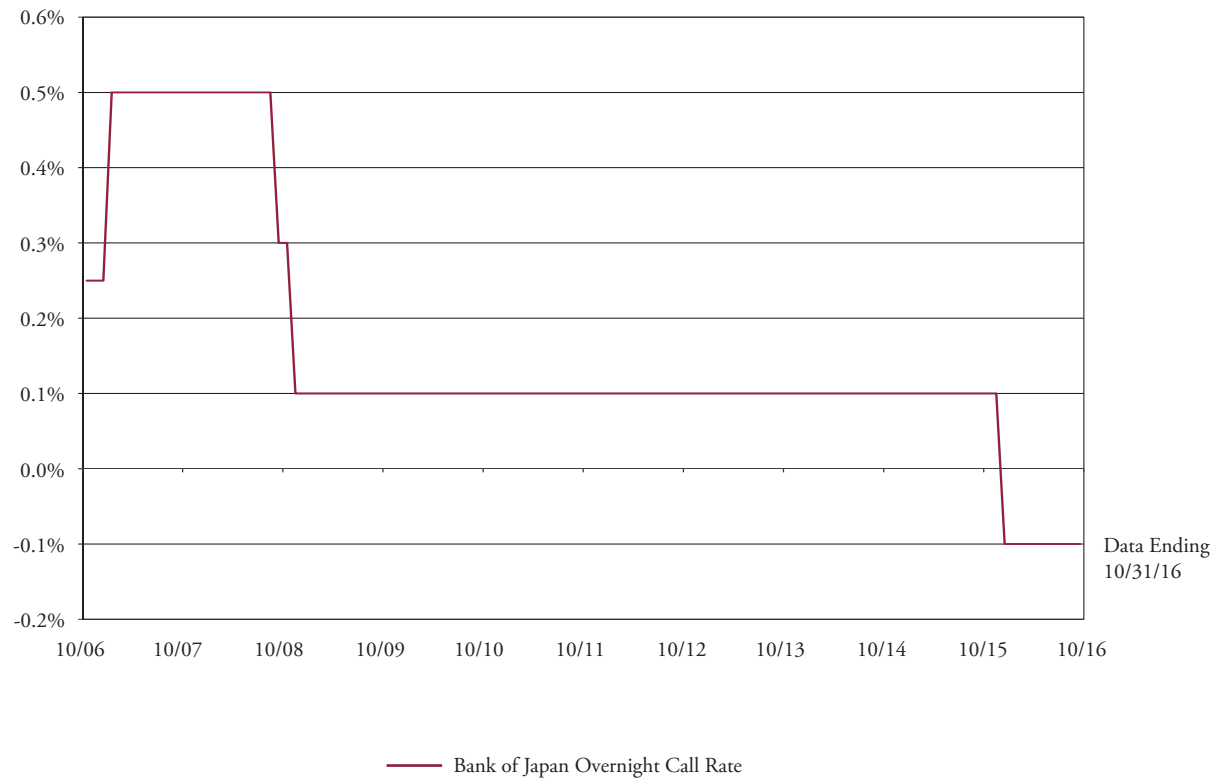
Source: FactSet, U.S. Federal Reserve

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Japanese Rates Have Been Low for a While

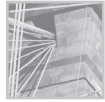
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Data from 10/31/06–10/31/16

Source: FactSet, Bank of Japan

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United Kingdom GDP Forecast Slashed After Brexit Vote

ANNUAL REAL GDP GROWTH (YEAR-OVER-YEAR CHANGE)

	2016 Estimate	2017 Estimate	2018 Estimate
Pre-Brexit Vote	1.90%	2.00%	2.00%
Post-Brexit Vote	1.60%	0.90%	0.90%

Data as of 6/27/16

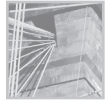
Source: Fitch Ratings

U.K. STOCKS HAVE HELD UP AMID UNCERTAINTY

	6/24/16–10/31/16 Post Brexit	
	U.S Dollar	Local
MSCI United Kingdom Index	2.63%	14.53%

Data as of 10/31/16

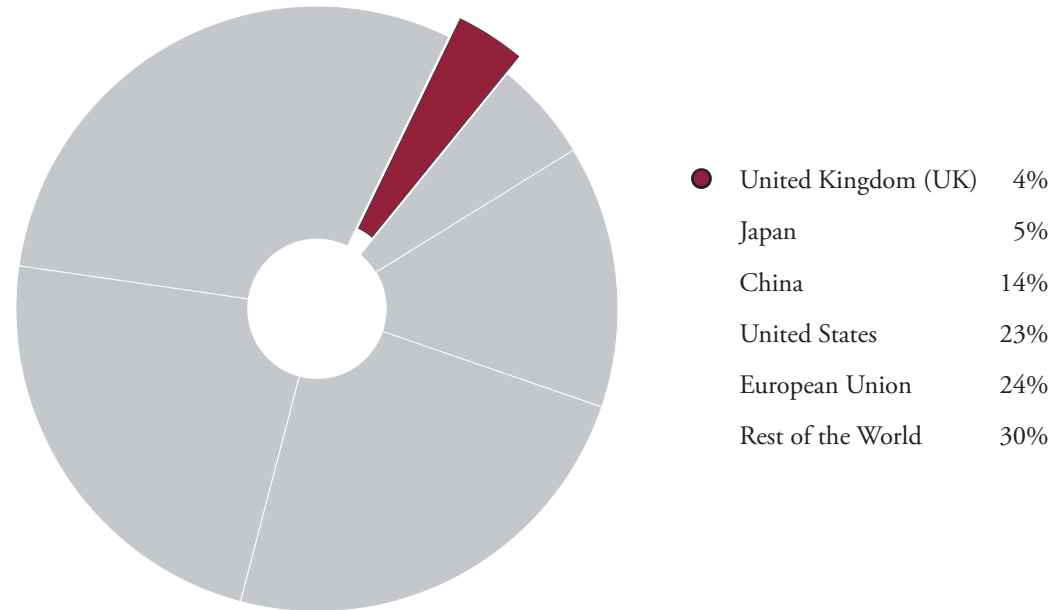
Source: FactSet



The U.K. Economy Is a Small Percentage of Global GDP

2015 NOMINAL GDP⁽¹⁾ IN U.S. DOLLARS

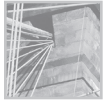
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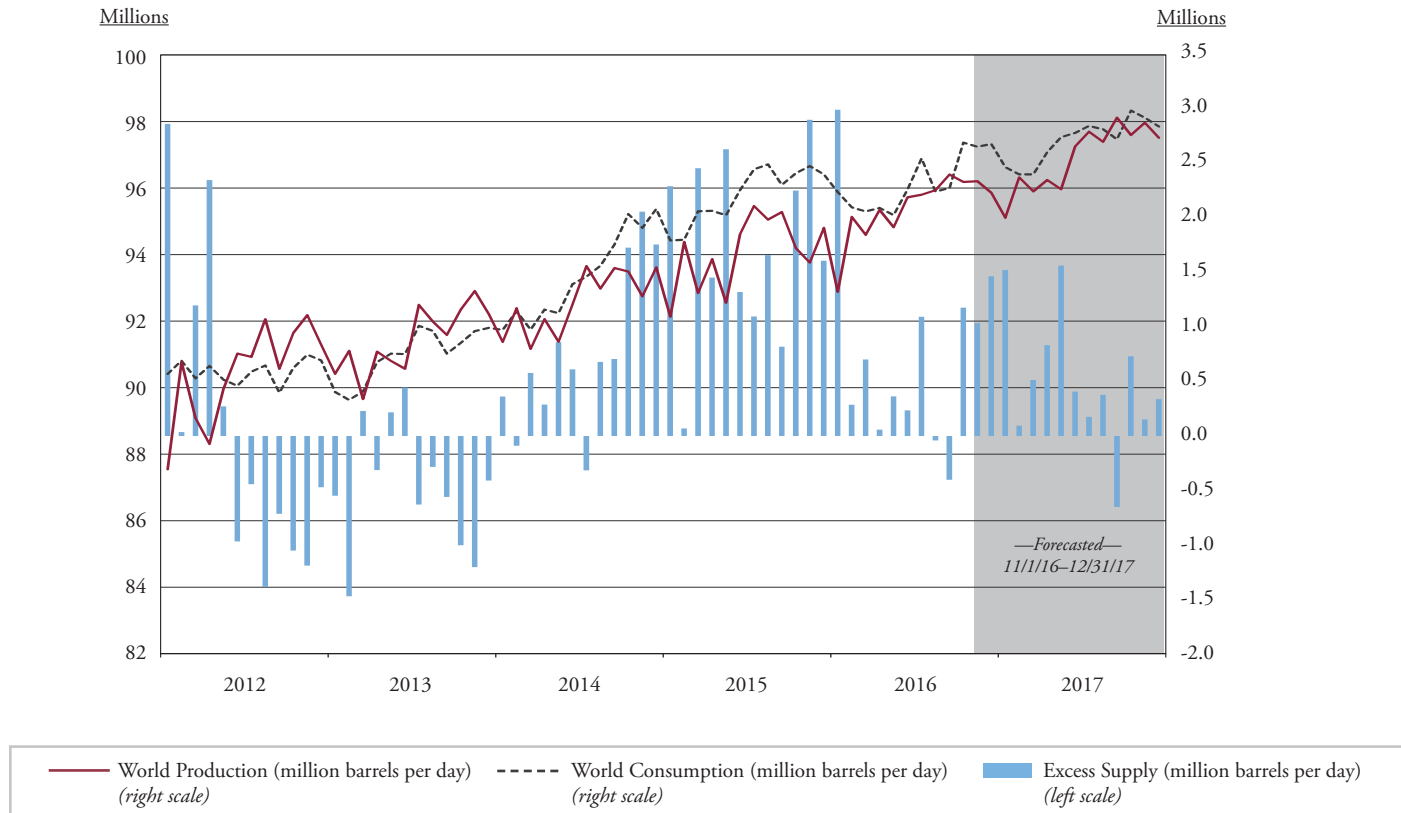
⁽¹⁾Nominal GDP is the measurement of gross domestic product at current market prices.

Source: Bloomberg, World Bank

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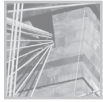
Global Oil Market Remains Oversupplied



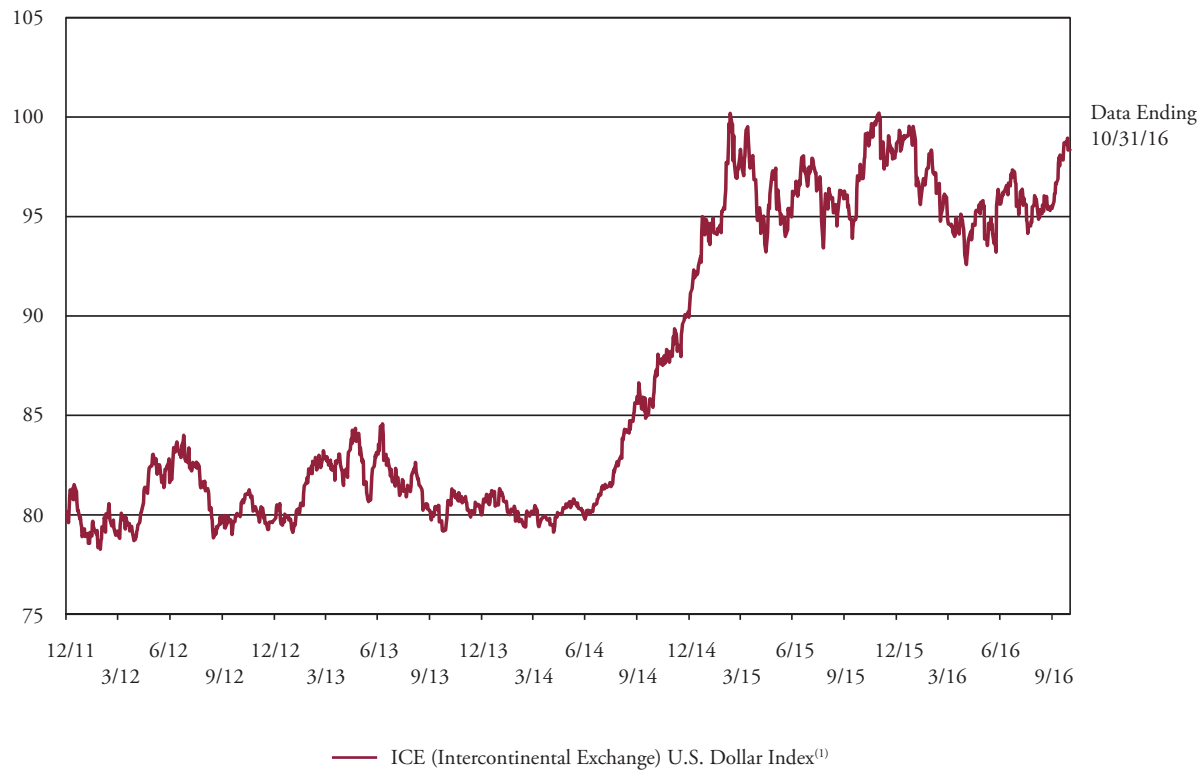
Data ending 12/31/17 (Forecasted)

Source: U.S. Energy Information Administration, Short-Term Energy Outlook, November 2016

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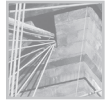
Is the U.S. Dollar Strength Over?



Data from 12/31/11–10/31/16

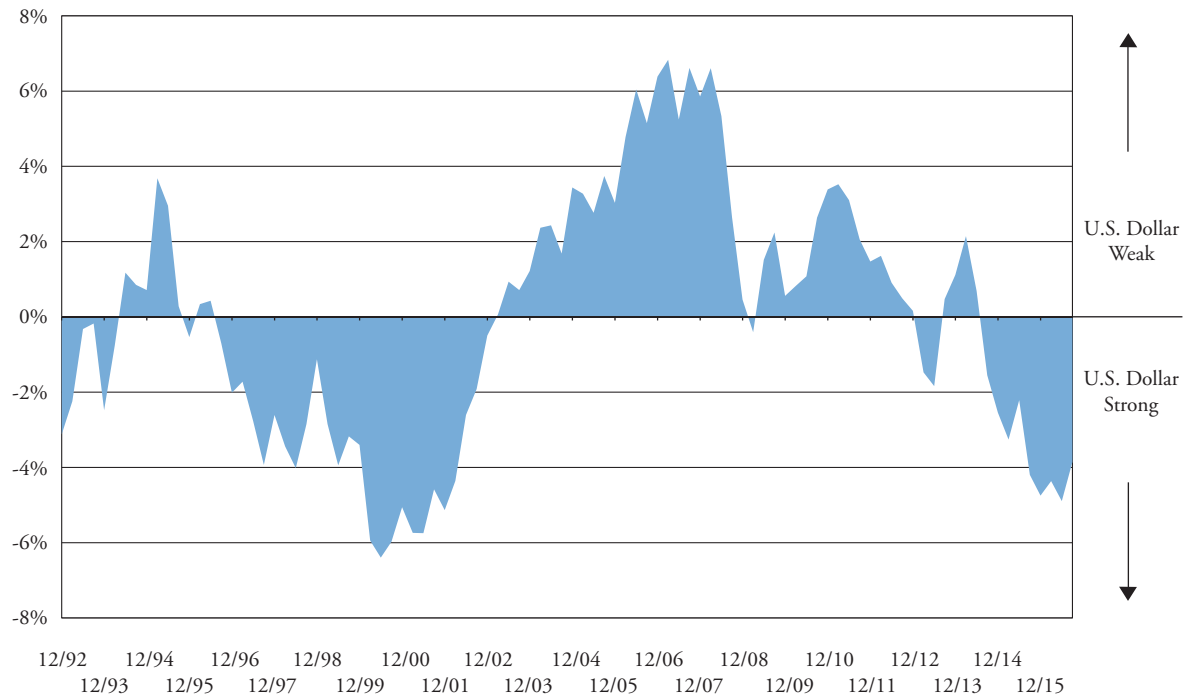
⁽¹⁾The ICE U.S. Dollar Index futures contract is a leading benchmark for the international value of the US dollar and the world's most widely-recognized traded currency index.

Source: FactSet



Rolling 5-Year Annualized Excess Return

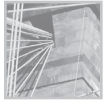
MSCI ACWI EX US—U.S. DOLLAR VS. LOCAL CURRENCY



Data from 12/31/92–9/30/16

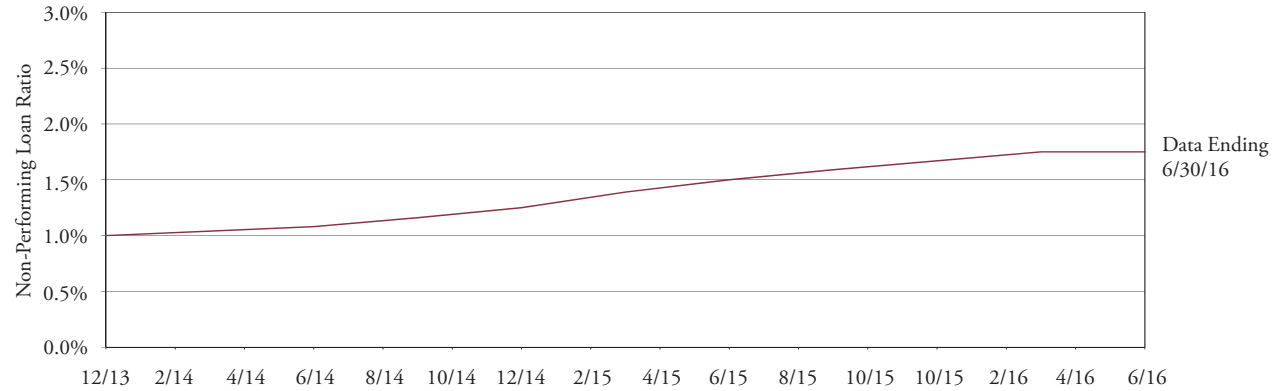
Source: Renaissance Research, FactSet, MSCI

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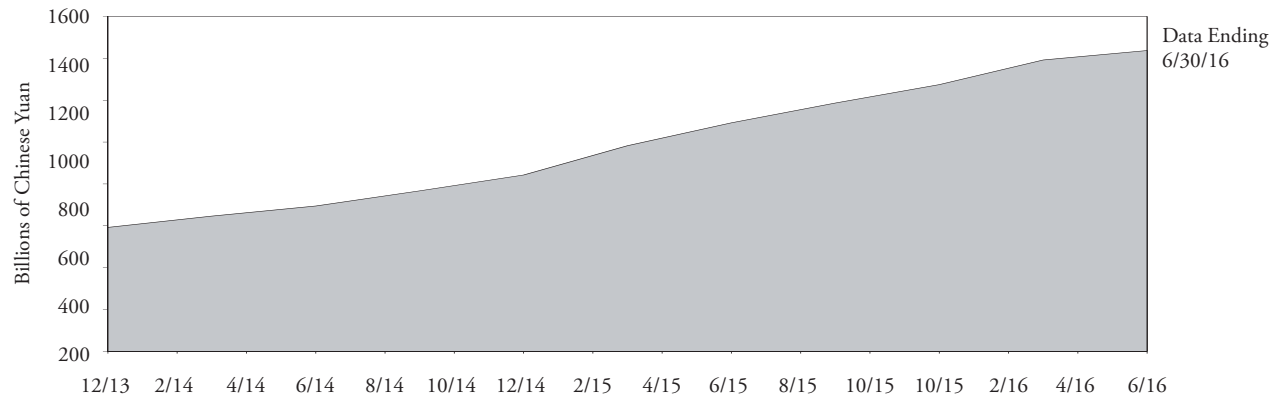


China's Non-Performing Loans

CHINA'S NON-PERFORMING LOANS INCHING HIGHER



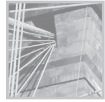
TOTAL CHINESE NON-PERFORMING LOANS



Data from 12/31/13–6/30/16

Source: Bloomberg, The People's Bank of China

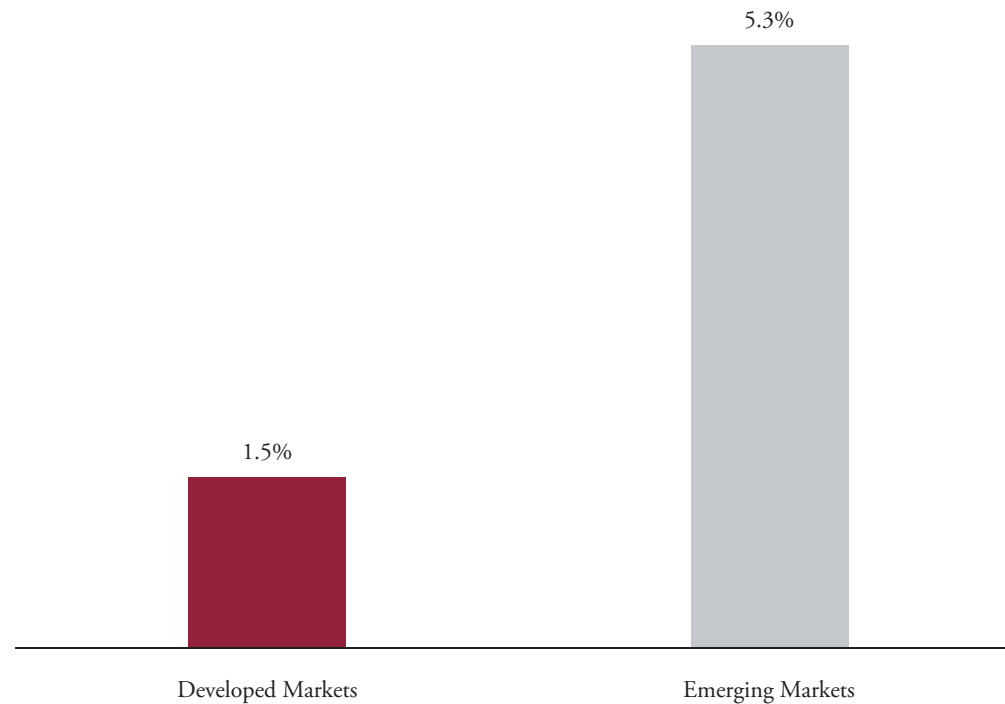
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Middle Class Consumption Growth

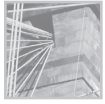
ANNUAL %, 10-YEAR AVERAGE, 2013

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Source: World Bank, April 2015. Note that Consumption represents household final consumption expenditure, etc. (constant 2005 US\$). Country classification based on FTSE classifications.

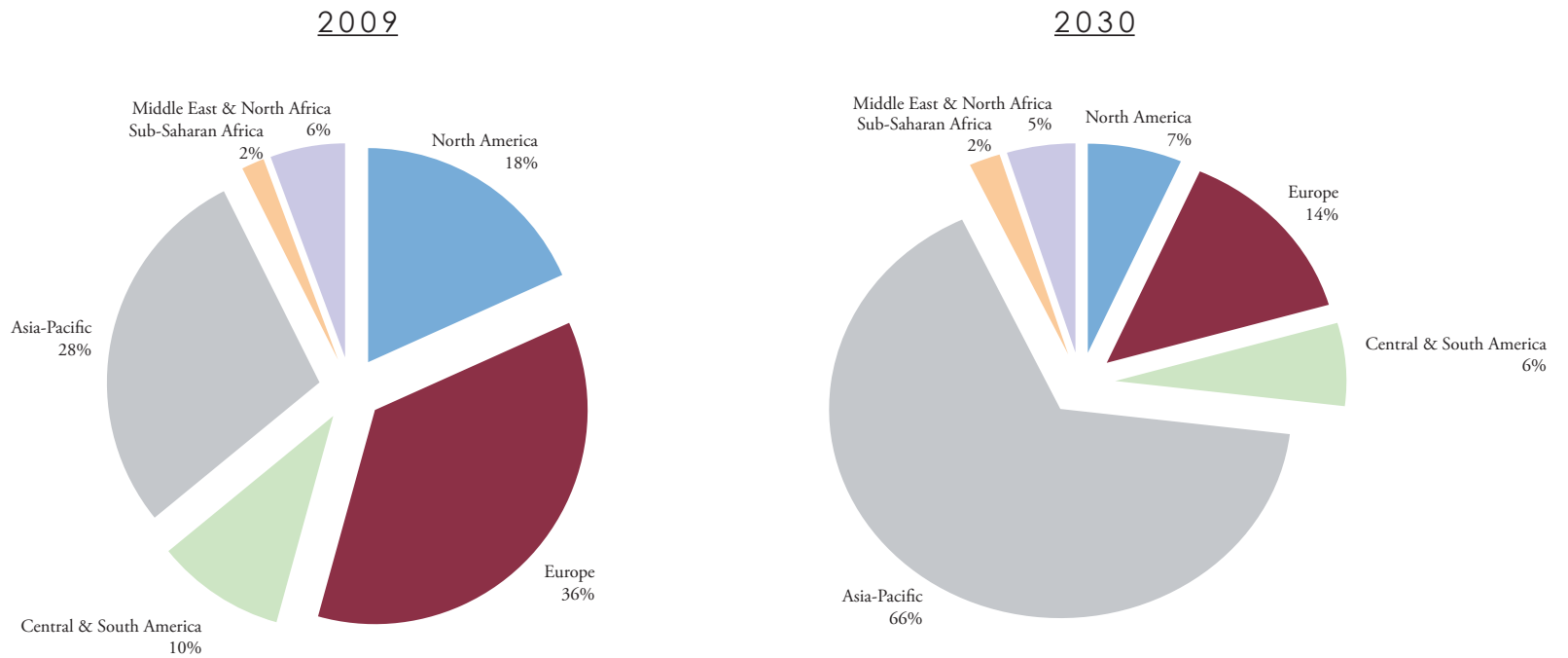
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Global Middle Class Expected to Expand in Asia-Pacific Region

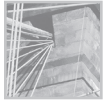
PERCENT OF WORLD POPULATION

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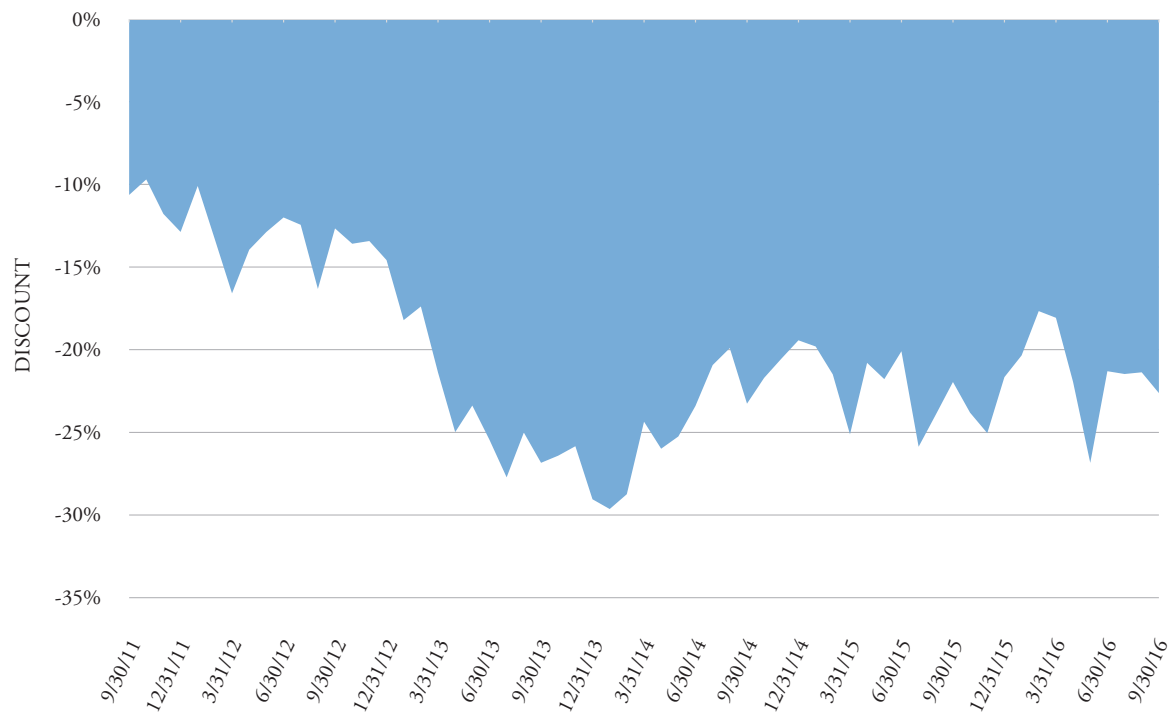
Source: Kharas and Gertz, "The New Global Middle Class: A Cross-Over from West to East," Wolfensohn Center for Development at Brookings, 2010.

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MSCI Emerging Markets Price-to-Earnings Ratio Relative to MSCI EAFE (Developed Markets)

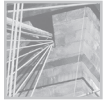
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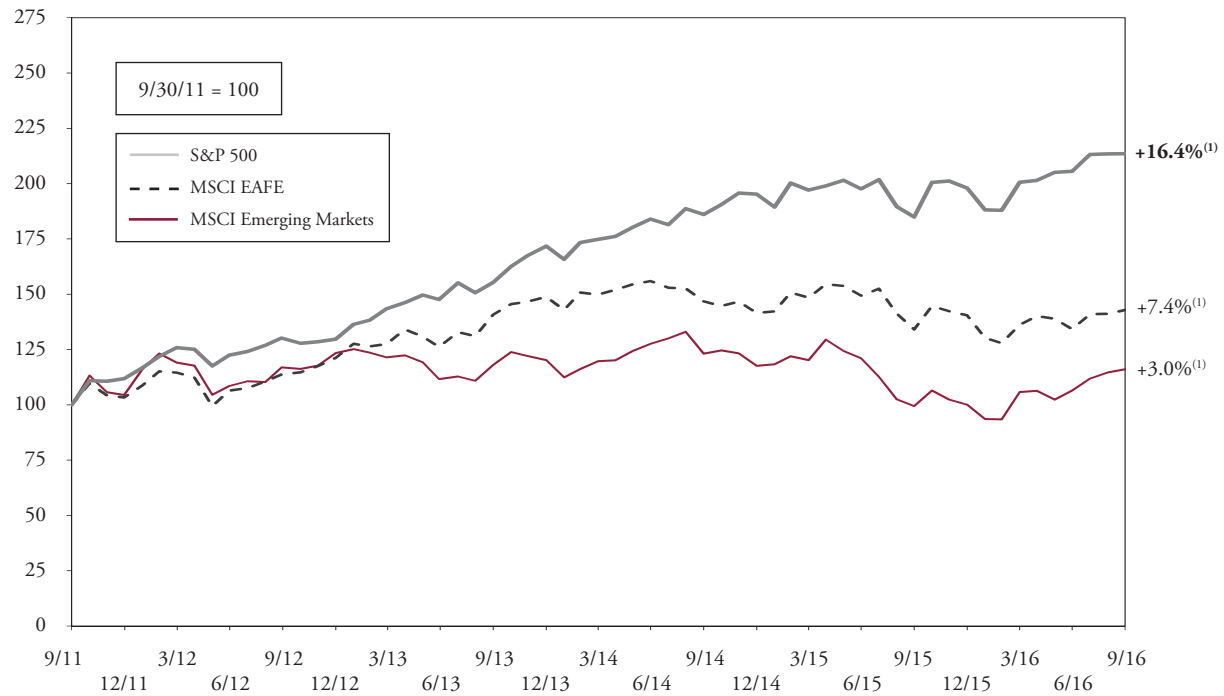
Data from 9/30/11–9/30/16

Source: Renaissance Research, FactSet, MSCI

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U.S. Indices Have Fared Better Than Global Markets

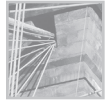


Data from 9/30/11–9/30/16.

⁽¹⁾Annualized 5-year total return ending 9/30/16.

Source: FactSet, MSCI

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Disclosures

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MSCI ACWI ex US—The MSCI All Country World ex USA Index (net of foreign withholding taxes) is a free float-adjusted market capitalization index that is designed to measure equity market performance in the global developed and emerging markets, excluding the United States.

MSCI United Kingdom—The MSCI United Kingdom Index is designed to measure the performance of the large and mid- cap segments of the UK market. With 111 constituents, the index covers approximately 85% of the free float-adjusted market capitalization in the UK.

MSCI EAFE—The MSCI EAFE Index is designed to measure international equity performance for U.S. investors. It comprises the MSCI country indexes capturing large and mid-cap equities across developed markets in Europe, Australasia and the Far East, excluding U.S. and Canada. The index consists of approximately 925 securities from 21 countries.

MSCI Emerging Markets—The MSCI Emerging Markets Index is a free float-adjusted market capitalization index that is designed to measure equity market performance in the emerging markets. The index consists of approximately 800 securities from 23 countries.