

MONTHLY PORTFOLIO COMMENTARY

March 09, 2022

To:

Leading Edge Investment Advisors

ARI Account Number: U19A104

Client Name: NYCTRS

Custodian Account: N0TR

Account Representative: Amira Strasser, CEO

Contact: (212) 419-0573, strasser@arinvgroup.com

Portfolio Commentary for the month of February 2022:

The portfolio underperformed the benchmark in February 2022 (N.B. the accounts were closed mid-month – *commentary is for the entire month*). Technology, luxury and high multiple growth stocks continued to experience a valuation contraction, as the value-growth sentiment shift continued, and the geopolitical environment changed dramatically after Russia's aggression towards Ukraine. Companies most affected by the conflict in Ukraine include those that are highly involved within global supply chain and those that depend on energy and commodities inputs (like wheat and various industrial metals). Portfolio underperformance was led by Shopify, Taiwan Semiconductor, and LVMH. The portfolio's holdings in Bank Rakyat, Novo Nordisk, Nestle and Pernod outperformed.

Market Outlook:

- **The Quarter...** In Q4-21, U19A104 gained 4.56%, outperforming the MSCI ACWI ex. US index by 2.75%. For 2021, the account increased 6.25%, underperforming the benchmark by 1.58%.
 - Despite a volatile November, most global equity markets performed strongly overall in the final quarter of 2021 as investors focused on robust corporate earnings growth and resiliency, offsetting worries over the spread of the new Omicron variant and fears of runaway inflation. China was one of the worst-performing major equity markets in the quarter, along with neighbor Hong-Kong, on investor concerns about the government's stringent "zero COVID" policy and political scrutiny on certain domestic business models. The interest rate environment in Q4 reflected uncertainty, due to the spread of the Omicron variant in December.
 - Luxury goods names performed strongly in the period, recovering from the summer sell-off which was caused by the introduction of policies and scrutiny focused on "common prosperity" in China. During the quarter, the account benefitted from appreciation in its top European positions, including: Sika, Teleperformance, DSM and Atlas Copco. The strategy was negatively impacted by a decline in Sea Ltd.
- **ARI's View...**
 - The equity market risk-reward ratio is mixed with opportunities within certain business models and greater risks to valuation in others.
 - Supply chain constraints caused by labor shortages and stricter lockdown measures across SE Asia to increasingly add pressure on material and input costs. Corporate earnings for many exposed companies are likely to be negatively affected over the next few quarters.
 - China continues to experience regional COVID outbreaks, which may intensify and prove troublesome for a restart of the economy. In addition, ARI's view on the investing risks in China has not changed, ARI established a framework to categorize China's political events in 2021 (1) limiting the dominance of powerful corporate players (2) promoting common prosperity to reduce income/wealth inequality (3) evolving social values (4) reinvigorating long term population growth and therefore long term sustainable economic growth.
 - ARI expects further volatility in equity markets throughout 2022 as investors balance the effects of higher inflation, ongoing supply chain disruptions and increasing policy tightening actions from the US Fed. Relatively high stock valuations in growth and long-duration cash flow technology stocks could also add to meaningful market movements.
- **Risks ARI is Monitoring...** 1. Higher/permanent inflation and higher interest rates, 2. Spread and seriousness of Omicron COVID variant, 3. Relatively high equity market valuations, 4. Issues with China: (i) US-China tensions, (ii) China domestic policy scrutiny and, (iii) Chinese real estate and property financial deleveraging. 5. Supply chain disruptions, rising raw material costs. 6. Investor rotation to cyclical, energy, financials from growth and long-duration technology stocks.
- **Portfolio Positioning...** The account divested two positions during the period, the Japanese medical company M3, due to concerns over high valuation and Wuxi Aptec due to potential regulatory risks between US - China. Proceeds were used to initiate a new position in Nestle while weight was added to existing position, Infosys. As equity markets face uncertainties, ARI believes that investing in companies that have a clear growth path, funded by internally generated cashflow, relatively lower balance sheet leverage and strong market position offers a favorable risk/reward versus the broader market. ARI has seen market volatility and temporary sector rotations in the past, and continues to stick to its investment process.

Statement of Performance

For the Period: February 01, 2022 - February 14, 2022

Account No : U19A104

Custodian Account No : N0TR

Account Activity Summary

Fund Balance Details:

| Contribution Since Inception ¹ | Beginning Market Value | Contributions/(Redemptions) | Portfolio Profit/(Loss) | Gross Ending Market Value | Management Fees | Net Market Value |
|---|------------------------|-----------------------------|-------------------------|---------------------------|-----------------|------------------|
| \$26,680,897.69 ² | \$31,262,804.07 | \$0.00 | (\$1,040,609.00) | \$30,222,195.07 | \$0.00 | \$30,222,195.07 |

Contribution/(Redemption) Details

| Date | Activity Description | Amount |
|---|----------------------|--------------------------------|
| Account Performance Summary | | |
| | | MTD % |
| | | QTD % |
| | | YTD % |
| | | One Year % |
| | | Since Inception ¹ % |
| Strategy : U19A104 | Gross | -3.33% |
| | Net | -3.33% |
| Benchmark : MSCI AC World ExUS NTR INDEX | | 2.60% |
| | | -1.18% |
| | | -1.18% |
| | | 0.63% |
| | | 9.86% |

Note: Unless specifically noted, the performance shown reflect the deduction for management fees, accrued performance allocations, all expenses of the strategy/account, net interest and the reinvestment of dividends, and include gains or losses from "new issues," if any. Actual returns for a particular investor will vary depending upon, among other things, the level of fees charged, whether such investor participates in new issues and the timing of subscriptions and redemptions. In the event of any discrepancy between the information contained herein and the information contained in an investor's monthly account statement, the latter shall govern.

1. Inception Date : February 01, 2020.

2. Initial contribution made on January 17, 2020.

All amounts reflected in USD

Holdings Report

As of: 14 February, 2022

| Security Description | Security Type | % of Fund | Quantity | Share Price | Listing Currency | Book Value (In Local Currency) | Mkt Value (In Local Currency) | Book Value (In Fund Currency) | Mkt Value (In Fund Currency) | % Div Yield |
|----------------------|---------------|-----------|----------|-------------|------------------|-----------------------------------|----------------------------------|----------------------------------|---------------------------------|-------------|
|----------------------|---------------|-----------|----------|-------------|------------------|-----------------------------------|----------------------------------|----------------------------------|---------------------------------|-------------|

Account No : ZZU19A104

Custodian Account No : N0TR

FC - Fund Currency USD

Net Assets

Cash and Due Upon Settlement

United States

| | | | | | | | | | | |
|--|------------|-------|---------|------|-----|---------|---------|---------|---------|--|
| Cash | Currencies | 3.0 % | 911,854 | 0.00 | USD | 911,854 | 911,854 | 911,854 | 911,854 | |
| Total for United States | | 3.0 % | | | | | | 911,854 | 911,854 | |
| Total for Cash and Due Upon Settlement | | 3.0 % | | | | | | 911,854 | 911,854 | |

Investments

Australia

| | | | | | | | | | | |
|---------------------|--------|-------|-------|--------|-----|---------|-----------|-----------|-----------|-------|
| CSL LTD | Equity | 1.1 % | 1,925 | 243.56 | AUD | 584,492 | 468,853 | 401,839 | 333,917 | 1.2 % |
| REA GROUP LTD | Equity | 2.6 % | 8,113 | 135.44 | AUD | 935,211 | 1,098,825 | 642,957 | 782,583 | 1.0 % |
| Total for Australia | | 3.7 % | | | | | | 1,044,796 | 1,116,500 | |

Canada

| | | | | | | | | | | |
|------------------------------|--------|--------|-------|----------|-----|-----------|-----------|-----------|-----------|-------|
| CANADIAN PACIFIC RAILWAY LTD | Equity | 1.7 % | 7,114 | 91.61 | CAD | 598,035 | 651,714 | 459,025 | 511,871 | 0.8 % |
| THOMSON REUTERS CORP | Equity | 2.2 % | 6,637 | 129.58 | CAD | 996,451 | 860,022 | 782,918 | 675,481 | 1.6 % |
| SHOPIFY INC - CLASS A | Equity | 2.6 % | 932 | 1,078.95 | CAD | 587,523 | 1,005,581 | 441,304 | 789,806 | |
| CONSTELLATION SOFTWARE INC | Equity | 4.5 % | 814 | 2,126.35 | CAD | 1,197,929 | 1,730,849 | 929,163 | 1,359,448 | 0.2 % |
| Total for Canada | | 11.0 % | | | | | | 2,612,410 | 3,336,606 | |

China

| | | | | | | | | | | |
|------------------------|--------|-------|--------|--------|-----|-----------|-----------|---------|---------|-------|
| YUM CHINA HOLDINGS INC | Equity | 1.4 % | 8,500 | 391.60 | HKD | 4,168,454 | 3,328,600 | 536,597 | 426,552 | 1.0 % |
| JD.COM INC - CL A | Equity | 1.6 % | 13,100 | 289.60 | HKD | 3,471,797 | 3,793,760 | 447,045 | 486,161 | |

Holdings Report

As of: 14 February, 2022

| Security Description | Security Type | % of Fund | Quantity | Share Price | Listing Currency | Book Value (In Local Currency) | Mkt Value (In Local Currency) | Book Value (In Fund Currency) | Mkt Value (In Fund Currency) | % Div Yield |
|------------------------------|---------------|-----------|-----------|-------------|------------------|-----------------------------------|----------------------------------|----------------------------------|---------------------------------|-------------|
| BYD CO LTD-H | Equity | 2.0 % | 20,337 | 235.40 | HKD | 6,180,161 | 4,787,330 | 794,397 | 613,485 | 0.1 % |
| Total for China | | 5.0 % | | | | | | 1,778,039 | 1,526,198 | |
| Denmark | | | | | | | | | | |
| NOVO NORDISK A/S-B | Equity | 1.7 % | 5,380 | 643.10 | DKK | 2,002,401 | 3,459,878 | 302,560 | 525,075 | 1.5 % |
| DSV Panalpina A/S | Equity | 3.4 % | 5,395 | 1,261.00 | DKK | 5,437,631 | 6,803,095 | 856,313 | 1,032,446 | 0.3 % |
| Total for Denmark | | 5.2 % | | | | | | 1,158,873 | 1,557,521 | |
| France | | | | | | | | | | |
| L'OREAL | Equity | 1.5 % | 1,134 | 353.10 | EUR | 358,462 | 400,415 | 434,887 | 452,309 | 1.1 % |
| PERNOD RICARD SA | Equity | 2.3 % | 3,193 | 190.25 | EUR | 547,182 | 607,468 | 606,989 | 686,196 | 1.6 % |
| TELEPERFORMANCE | Equity | 3.4 % | 2,800 | 320.40 | EUR | 637,849 | 897,120 | 707,566 | 1,013,387 | 0.7 % |
| AIRBUS SE | Equity | 3.7 % | 8,416 | 116.30 | EUR | 838,500 | 978,781 | 1,019,575 | 1,105,631 | |
| LVMH MOET HENNESSY LOUIS VUI | Equity | 3.7 % | 1,497 | 670.00 | EUR | 640,242 | 1,002,990 | 709,369 | 1,132,978 | 1.0 % |
| Total for France | | 14.5 % | | | | | | 3,478,386 | 4,390,500 | |
| Germany | | | | | | | | | | |
| ZALANDO SE | Equity | 1.4 % | 5,969 | 61.72 | EUR | 586,328 | 368,407 | 714,357 | 416,152 | |
| Total for Germany | | 1.4 % | | | | | | 714,357 | 416,152 | |
| India | | | | | | | | | | |
| ICICI BANK LTD-SPON ADR | Equity | 1.4 % | 21,808 | 19.62 | USD | 422,377 | 427,873 | 422,377 | 427,873 | 0.3 % |
| INFOSYS LTD-SP ADR | Equity | 3.1 % | 42,503 | 22.19 | USD | 971,088 | 943,142 | 971,088 | 943,142 | 1.8 % |
| HDFC BANK LTD-ADR | Equity | 3.5 % | 16,021 | 65.94 | USD | 988,738 | 1,056,425 | 988,738 | 1,056,425 | 0.4 % |
| Total for India | | 8.0 % | | | | | | 2,382,203 | 2,427,439 | |
| Indonesia | | | | | | | | | | |
| BANK RAKYAT INDONESIA PERSER | Equity | 3.0 % | 2,971,100 | 4,410.00 | IDR | 13,875,439,585 | 13,102,551,000 | 1,017,336 | 914,599 | 2.2 % |
| Total for Indonesia | | 3.0 % | | | | | | 1,017,336 | 914,599 | |
| Japan | | | | | | | | | | |
| DAIKIN INDUSTRIES LTD | Equity | 2.2 % | 3,600 | 21,530.00 | JPY | 57,266,619 | 77,508,000 | 519,849 | 670,542 | 0.8 % |

Holdings Report

As of: 14 February, 2022

| Security Description | Security Type | % of Fund | Quantity | Share Price | Listing Currency | Book Value (In Local Currency) | Mkt Value (In Local Currency) | Book Value (In Fund Currency) | Mkt Value (In Fund Currency) | % Div Yield |
|------------------------------|---------------|-----------|----------|-------------|------------------|-----------------------------------|----------------------------------|----------------------------------|---------------------------------|-------------|
| RECRUIT HOLDINGS CO LTD | Equity | 3.4 % | 20,500 | 5,764.00 | JPY | 86,530,277 | 118,162,000 | 785,496 | 1,022,251 | 0.4 % |
| Total for Japan | | 5.6 % | | | | | | 1,305,346 | 1,692,793 | |
| Mexico | | | | | | | | | | |
| WALMART DE MEXICO SAB DE CV | Equity | 3.0 % | 257,848 | 72.76 | MXN | 15,818,295 | 18,761,020 | 829,813 | 917,750 | 2.2 % |
| Total for Mexico | | 3.0 % | | | | | | 829,813 | 917,750 | |
| Netherlands | | | | | | | | | | |
| ASML HOLDING NV | Equity | 3.2 % | 1,528 | 559.70 | EUR | 431,088 | 855,222 | 473,209 | 966,058 | 0.6 % |
| KONINKLIJKE DSM NV | Equity | 3.6 % | 6,118 | 159.15 | EUR | 678,467 | 973,680 | 752,624 | 1,099,869 | 1.5 % |
| Total for Netherlands | | 6.8 % | | | | | | 1,225,833 | 2,065,927 | |
| New Zealand | | | | | | | | | | |
| FISHER & PAYKEL HEALTHCARE C | Equity | 2.9 % | 47,767 | 26.08 | AUD | 1,025,086 | 1,245,763 | 704,746 | 887,233 | 1.4 % |
| Total for New Zealand | | 2.9 % | | | | | | 704,746 | 887,233 | |
| Poland | | | | | | | | | | |
| DINO POLSKA SA | Equity | 2.9 % | 12,384 | 281.50 | PLN | 1,950,355 | 3,486,096 | 510,310 | 865,294 | |
| Total for Poland | | 2.9 % | | | | | | 510,310 | 865,294 | |
| Singapore | | | | | | | | | | |
| SEA LTD-ADR | Equity | 1.3 % | 3,023 | 129.17 | USD | 678,395 | 390,481 | 678,395 | 390,481 | |
| Total for Singapore | | 1.3 % | | | | | | 678,395 | 390,481 | |
| Sweden | | | | | | | | | | |
| ATLAS COPCO AB-A SHS | Equity | 3.3 % | 18,912 | 497.60 | SEK | 10,213,981 | 9,410,611 | 1,203,879 | 1,001,960 | 1.5 % |
| Total for Sweden | | 3.3 % | | | | | | 1,203,879 | 1,001,960 | |
| Switzerland | | | | | | | | | | |
| LONZA GROUP AG-REG | Equity | 2.7 % | 1,272 | 603.00 | CHF | 762,567 | 767,016 | 816,575 | 828,490 | 0.5 % |
| NESTLE SA-REG | Equity | 3.1 % | 7,493 | 117.30 | CHF | 844,642 | 878,929 | 889,540 | 949,372 | 2.3 % |

Holdings Report

As of: 14 February, 2022

| Security Description | Security Type | % of Fund | Quantity | Share Price | Listing Currency | Book Value (In Local Currency) | Mkt Value | Book Value (In Fund Currency) | Mkt Value | % Div Yield |
|-----------------------------|---------------|-----------|----------|-------------|------------------|-----------------------------------|-----------|----------------------------------|------------|-------------|
| SIKA AG-REG | Equity | 3.8 % | 3,578 | 296.10 | CHF | 649,965 | 1,059,446 | 670,876 | 1,144,357 | 0.8 % |
| Total for Switzerland | | 9.7 % | | | | | | 2,376,991 | 2,922,219 | |
| Taiwan | | | | | | | | | | |
| TAIWAN SEMICONDUCTOR-SP ADR | Equity | 3.9 % | 9,944 | 119.77 | USD | 574,388 | 1,190,993 | 574,388 | 1,190,993 | 1.6 % |
| Total for Taiwan | | 3.9 % | | | | | | 574,388 | 1,190,993 | |
| United Kingdom | | | | | | | | | | |
| LONDON STOCK EXCHANGE GROUP | Equity | 2.0 % | 6,467 | 6,874.00 | GBP | 495,202 | 444,542 | 644,456 | 601,287 | 1.1 % |
| DIAGEO PLC | Equity | 3.6 % | 22,165 | 3,632.00 | GBP | 730,571 | 805,033 | 950,765 | 1,088,887 | 2.0 % |
| Total for United Kingdom | | 5.6 % | | | | | | 1,595,222 | 1,690,174 | |
| Total for Investments | | 97.0 % | | | | | | 25,191,323 | 29,310,342 | |
| Total for Net Assets | | 100.0 % | | | | | | 26,103,176 | 30,222,195 | |
| Total for NØTR | | 100.0 % | | | | | | 26,103,176 | 30,222,195 | |

For the Period: 1 February, 2022 - 28 February, 2022

Transaction Report

| Transaction Type | Description | Quantity | Trade Date | Settlement Date | Price | Cashflow | Notes |
|-----------------------------|----------------------|----------|-------------|-----------------|------------|----------|-----------------|
| Account No : U19A104 | | | | | | | |
| Custodian Account No : N0TR | | | | | | | |
| USD | | | | | | | |
| IntIncomeNonTrading | United States Dollar | 40.14 | 01 Feb 2022 | 01 Feb 2022 | 1.0000 USD | 40.14 | Interest income |
| Total for USD | | | | | | 40.14 | |