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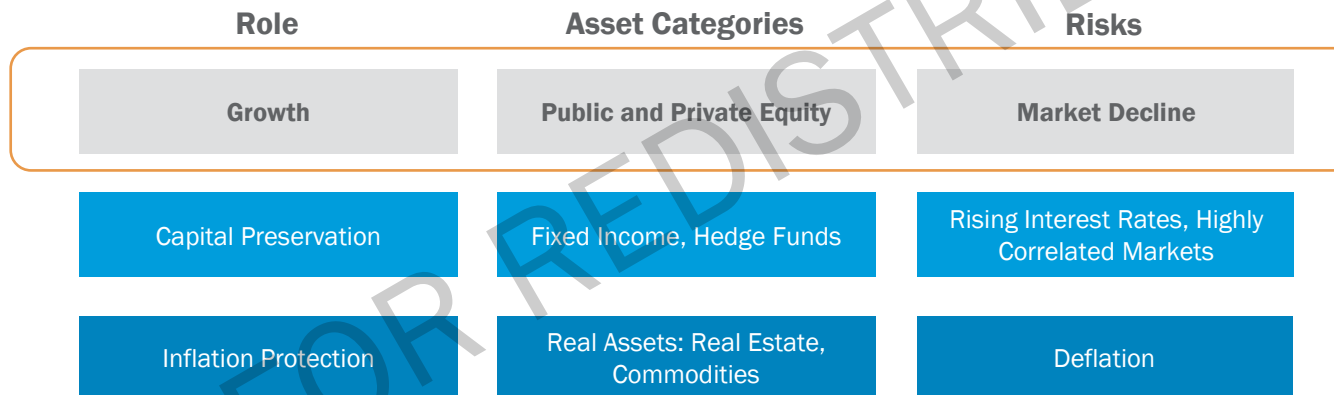
Quarterly Asset Class Report Global Equity

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December 31, 2024

Canterbury Consulting recommends and communicates this asset class strategy with the objective of constructing a diversified portfolio of long-only equity strategies designed to (in aggregate):

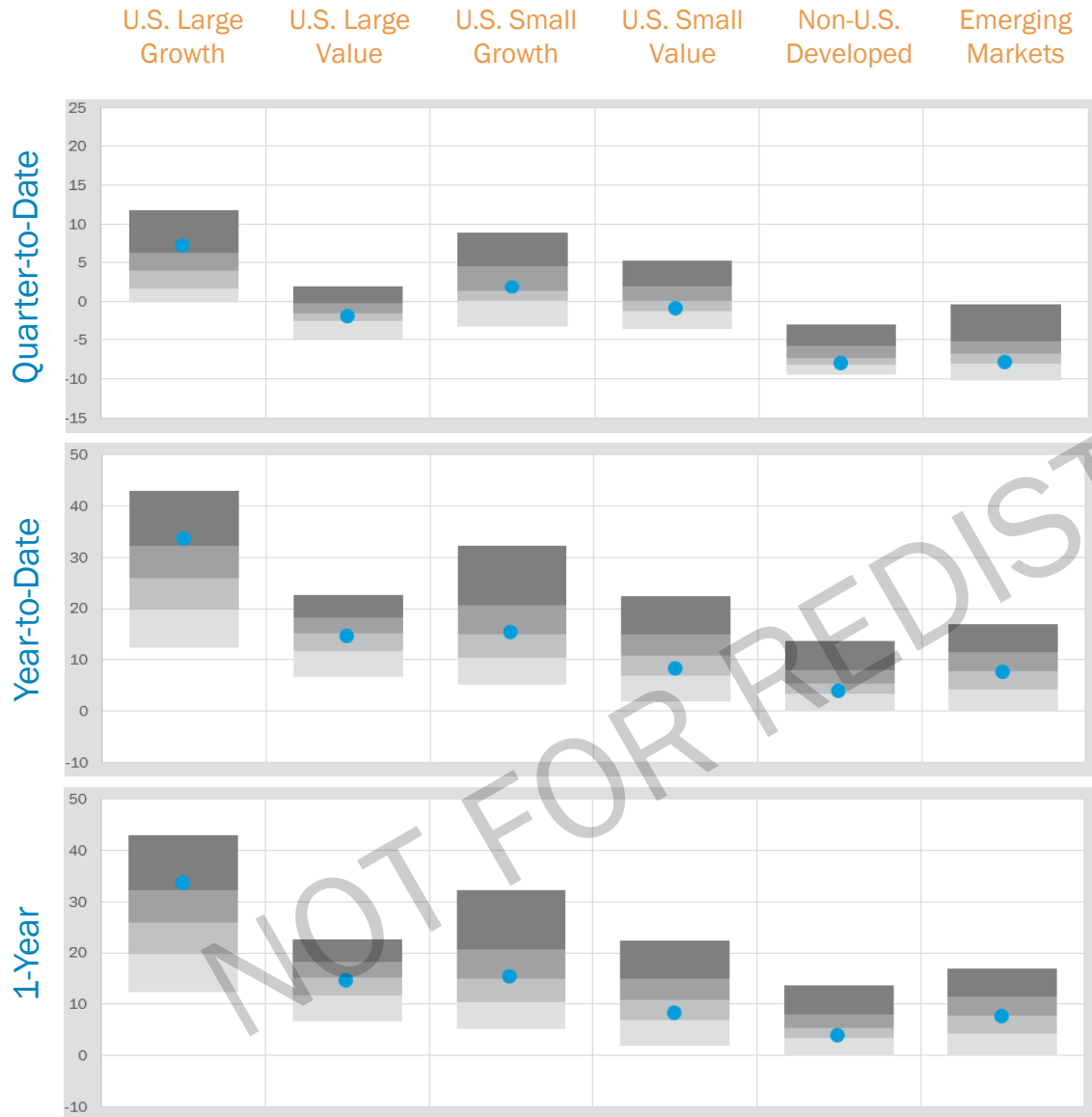
- Provide growth of portfolio assets in excess of inflation and spending rates
- Maintain comparable exposure to the global equity market
- Exhibit returns uncorrelated to fixed income markets



- Canterbury global equity portfolios are set up with a goal to deliver consistent net-of-fees excess returns and moderate tracking error versus the MSCI All Country World Index over longer periods of time.

Performance (%) as of December 31, 2024

Equity Review



Blue dots represent the returns of the respective Russell & MSCI benchmarks; gray floating bar charts represent the peer groups by quartile.

- The U.S. large-cap growth index and small-cap growth index posted positive returns while the large-cap and small-cap value indices were negative in the quarter.
- Small growth and large growth outperformed their value counterparts over both the quarter and the year.
- Non-U.S. developed equities and emerging markets (EM) equities posted negative returns for the quarter. EM equities held up relatively better than Non-U.S. developed equities in 2024.

Sources: Morningstar Direct, Russell, MSCI

Market Capitalization Mix

Equity Review

Equity: U.S. Market Cap

| | Current | 10 Year Avg | Deviation from Mean* | Large | Neutral | Small |
|-----------|--|-------------|----------------------|-------|---------|-------|
| Valuation | Russell Top 200 Current P/E (Large Cap) | 28.20 | 21.58 | 1.73 | | + |
| | R2000 Current P/E (Small Cap) | 57.53 | 38.14 | 1.14 | + | |
| | Avg P/E Ratio (Large/Small) | 0.49 | 0.60 | -0.73 | | - |
| | Russell Top 200 EV/EBITDA [^] (Large Cap) | 17.21 | 13.71 | 1.62 | | + |
| | R2000 EV/EBITDA (Small Cap) | 17.21 | 17.05 | 0.04 | | - |
| | Avg EV/EBITDA Ratio (Large/Small) | 1.00 | 0.82 | 1.22 | | + |
| | Russell Top 200 P/S (Large Cap) | 3.58 | 2.56 | 1.82 | | + |
| | R2000 P/S (Small Cap) | 1.33 | 1.27 | 0.36 | | - |
| | Avg P/S Ratio (Large/Small) | 2.68 | 2.02 | 1.76 | | + |
| Solvency | Russell Top 200 Debt/EBITDA (Large Cap) | 3.51 | 4.09 | -1.50 | + | |
| | Russell 2000 Debt/EBITDA (Small Cap) | 6.77 | 6.67 | 0.06 | | - |
| | Avg Debt/EBITDA Ratio (Large/Small) | 0.52 | 0.62 | -1.25 | + | |
| Growth | Russell Top 200 LT EPS Gr (Fwd) (Large Cap) | 9.22 | 8.78 | 0.02 | | - |
| | R2000 LT EPS Gr (Fwd) (Small Cap) | 11.87 | 10.17 | 0.38 | | - |
| | Avg Growth Ratio (Large/Small) | 0.78 | 0.88 | -0.07 | | - |
| Economy | Case Shiller Home Price (YoY) | 4.22 | 6.78 | -0.48 | | - |
| | Total Leading Economic Indicators | 99.70 | 106.97 | -1.20 | + | |
| | Currency (USD v Broad Basket) | 108.49 | 97.94 | 2.13 | | ++ |
| | Curve Steepness 2's to 10's | 0.33 | 0.48 | -0.23 | | - |

*Deviation from mean represents how many standard deviations the current value is above or below the 10-year average, also known as the "Z-Score." '+' denotes one standard deviation, and '++' denotes two standard deviations in favor of the asset class.

[^] EV/EBITDA, also known as the "enterprise multiple," is a ratio used to determine the value of a company. Unlike P/E, the enterprise multiple takes debt into account. This is often the ratio used by companies looking to acquire another business.

- There are various metrics used to value the equity universe. Canterbury prefers Price/Earnings, EV/EBITDA, and Price/Sales.
- The valuation metrics for large and small caps increased during the quarter, with large caps remaining above long-term averages and small caps continuing to climb above their long-term averages.
- The interest rate spread between the 10-year and two-year U.S. Treasury expanded, further steepening the curve towards its historical average, now at 0.23 standard deviations below its long-term average.

Source: Russell

Region Mix — U.S. vs. R.O.W.

| Equity: Region (U.S./Global) | | Current | 10 Year Avg | Deviation from Mean* | U.S. | Neutral | R.O.W. |
|------------------------------|---------------------------------|---------|-------------|----------------------|------|---------|--------|
| Valuation | S&P 500 Current P/E | 26.47 | 21.36 | 1.43 | | | + |
| | MSCI ACWI Current P/E | 20.78 | 18.81 | 0.68 | | - | |
| | Avg P/E Ratio (US /ACWI) | 1.27 | 1.13 | 2.28 | | | ++ |
| | S&P 500 EV/EBITDA [^] | 16.48 | 13.65 | 1.42 | | | + |
| | MSCI ACWI EV/EBITDA | 13.39 | 11.98 | 1.02 | + | | |
| | Avg EV/EBITDA Ratio (US/ACWI) | 1.23 | 1.14 | 1.24 | | | + |
| | S&P 500 P/S | 3.02 | 2.31 | 1.72 | | | + |
| | MSCI ACWI P/S | 2.14 | 1.72 | 1.45 | + | | |
| Avg P/S Ratio (US/ACWI) | 1.41 | 1.34 | 1.89 | | | + | |
| Solvency | S&P 500 Debt/EBITDA | 3.58 | 4.09 | -1.19 | + | | |
| | MSCI ACWI Debt/EBITDA | 5.19 | 5.79 | -0.97 | | - | |
| | Avg Debt/EBITDA Ratio (US/ACWI) | 0.69 | 0.71 | -0.68 | | - | |
| Growth | S&P 500 LT EPS Gr (Fwd) | 8.93 | 8.68 | 0.01 | | - | |
| | MSCI ACWI LT EPS Gr (Fwd) | 9.04 | 11.00 | -0.02 | | - | |
| | Avg Growth Ratio (US/ACWI) | 0.99 | 0.98 | 0.01 | | - | |
| Economy | Currency (USD v Broad Basket) | 108.49 | 97.94 | 2.13 | | | ++ |

*Deviation from mean represents how many standard deviations the current value is above or below the 10-year average, also known as the "Z-Score." '+' denotes one standard deviation, and '++' denotes two standard deviations in favor of the asset class.

[^] EV/EBITDA, also known as the "enterprise multiple," is a ratio used to determine the value of a company. Unlike P/E, the enterprise multiple takes debt into account. This is often the ratio used by companies looking to acquire another business.

Equity Review

- Earnings multiples increased slightly for U.S. and non-U.S. equities, while EV multiples inched down for U.S. and non-U.S. equities. Multiples remained above long-term averages for U.S. equities, as non-U.S. equities moderately decreased towards their long-term averages.
- Debt levels remain below long-term averages for both U.S. and global (R.O.W.) equities, seeing little to no change from the prior quarter.
- R.O.W. and U.S. equities long-term earnings growth estimates declined, suggesting growth more in line with historical averages. The growth metric tends to be quite volatile quarter over quarter.
- The U.S. dollar strengthened significantly in the quarter and was a relative headwind to international returns.

Sources: MSCI, Standard & Poor's

Region Mix – Non-U.S. Developed vs. R.O.W.

Equity Review

| Equity: Region (Non-U.S. Dev/Global) | | Current | 10 Year Avg | Deviation from Mean* | Non-U.S. Dev | Neutral | R.O.W. |
|--------------------------------------|-----------------------------------|---------|-------------|----------------------|--------------|---------|--------|
| Valuation | MSCI EAFE Current P/E | 14.11 | 16.39 | -0.81 | | - | |
| | MSCI ACWI Current P/E | 20.78 | 18.81 | 0.68 | | - | |
| | Avg P/E Ratio (EAFE/ACWI) | 0.68 | 0.87 | -2.53 | ++ | | |
| | MSCI EAFE EV/EBITDA [^] | 9.33 | 10.45 | -0.76 | | - | |
| | MSCI ACWI EV/EBITDA | 13.39 | 11.98 | 1.02 | + | | |
| | Avg EV/EBITDA Ratio (EAFE/ACWI) | 0.70 | 0.87 | -1.53 | + | | |
| | MSCI EAFE P/S | 1.33 | 1.25 | 0.52 | | - | |
| | MSCI ACWI P/S | 2.14 | 1.72 | 1.45 | + | | |
| Avg P/S Ratio (EAFE/ACWI) | 0.62 | 0.73 | -2.25 | ++ | | | |
| Solvency | MSCI EAFE Debt/EBITDA | 7.19 | 8.08 | -0.91 | | - | |
| | MSCI ACWI Debt/EBITDA | 5.19 | 5.79 | -0.97 | | - | |
| | Avg Debt/EBITDA Ratio (EAFE/ACWI) | 1.38 | 1.40 | -0.20 | | - | |
| Growth | MSCI EAFE LT EPS Gr (Fwd) | 9.11 | 4.97 | 0.12 | | - | |
| | MSCI ACWI LT EPS Gr (Fwd) | 9.04 | 11.00 | -0.02 | | - | |
| | Avg Growth Ratio (EAFE/ACWI) | 1.01 | 0.41 | 0.23 | | - | |
| Economy | USD/EUR | 1.04 | 1.12 | -1.59 | + | | |

*Deviation from mean represents how many standard deviations the current value is above or below the 10-year average, also known as the “Z-Score.” ‘+’ denotes one standard deviation, and ‘++’ denotes two standard deviations in favor of the asset class.

[^] EV/EBITDA, also known as the “enterprise multiple,” is a ratio used to determine the value of a company. Unlike P/E, the enterprise multiple takes debt into account. This is often the ratio used by companies looking to acquire another business.

- Non-U.S. developed and R.O.W. P/E ratios decreased in the quarter. Valuation metrics for non-U.S. developed equities are more attractive than R.O.W. equity valuations.
- Debt levels for both non-U.S. developed and R.O.W. equities did not significantly increase or decrease in the quarter, while remaining below their historical averages.
- The earnings growth forecast grew for non-U.S. developed equities, now above the long-term average. Forecasted R.O.W. equities earnings growth slightly declined in the quarter. Growth forecasts tend to fluctuate significantly quarter over quarter.
- The euro weakened in the quarter and remains below its long-term average.

Source: MSCI

Region Mix – Emerging Markets vs. R.O.W.

Equity Review

| Equity: Region (EM/Global) | | Current | 10 Year Avg | Deviation from Mean* | EM | Neutral | R.O.W. |
|----------------------------|---------------------------------|---------|-------------|----------------------|----|---------|--------|
| Valuation | MSCI EM Current P/E | 13.75 | 14.29 | -0.22 | | - | |
| | MSCI ACWI Current P/E | 20.78 | 18.81 | 0.68 | | - | |
| | Avg P/E Ratio (EM/ACWI) | 0.66 | 0.76 | -2.02 | ++ | | |
| | MSCI EM EV/EBITDA [^] | 9.38 | 8.82 | 0.43 | | - | |
| | MSCI ACWI EV/EBITDA | 13.39 | 11.98 | 1.02 | + | | |
| | Avg EV/EBITDA Ratio (EM/ACWI) | 0.70 | 0.74 | -0.81 | | - | |
| | MSCI EM P/S | 1.32 | 1.25 | 0.39 | | - | |
| | MSCI ACWI P/S | 2.14 | 1.72 | 1.45 | + | | |
| | Avg P/S Ratio (EM/ACWI) | 0.61 | 0.73 | -1.90 | + | | |
| Solvency | MSCI EM Debt/EBITDA | 5.04 | 4.86 | 0.48 | | - | |
| | MSCI ACWI Debt/EBITDA | 5.19 | 5.79 | -0.97 | | - | |
| | Avg Debt/EBITDA Ratio (EM/ACWI) | 0.97 | 0.84 | 1.90 | | | + |
| Growth | MSCI EM LT EPS Gr (Fwd) | 11.53 | 10.95 | 0.01 | | - | |
| | MSCI ACWI LT EPS Gr (Fwd) | 9.04 | 11.00 | -0.02 | | - | |
| | Avg Growth Ratio (EM/ACWI) | 1.28 | 1.02 | 0.67 | | - | |

*Deviation from mean represents how many standard deviations the current value is above or below the 10-year average, also known as the “Z-Score.” ‘+’ denotes one standard deviation, and ‘++’ denotes two standard deviations in favor of the asset class.

[^] EV/EBITDA, also known as the “enterprise multiple,” is a ratio used to determine the value of a company. Unlike P/E, the enterprise multiple takes debt into account. This is often the ratio used by companies looking to acquire another business.

- EM equities and global equities valuation multiples generally rose in the quarter. EM equities appear to be discounted to global equities from a relative valuation standpoint.
- Debt levels for EM countries are slightly above long-term averages and remain below historical averages for R.O.W. equities.
- Growth expectations declined for EM equities and improved for R.O.W. equities.

Source: MSCI