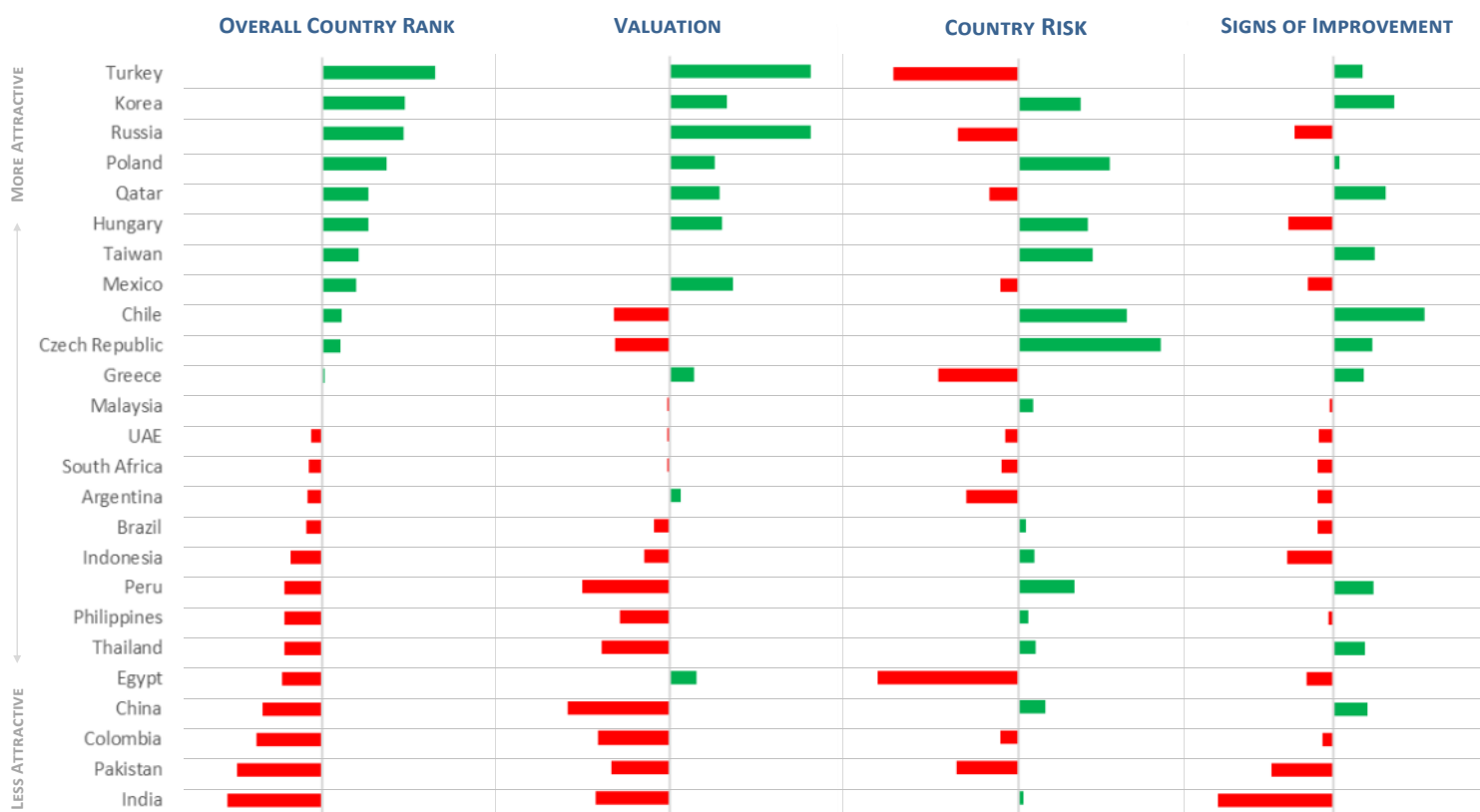




Real-time insight on how DuPont Capital has positioned its portfolios as a function of key factors driving the markets.



COMMENTS (as of May 15, 2018)

| | |
|-----------------------------|--|
| VALUATION | Valuations in Turkey and Russia appear the most attractive, but carry above average risk. Valuations in Hungary, Korea, and Poland stand out after considering country risk. China, India, and Pakistan appear the least attractive based on a combination of equity and currency valuation measures. |
| RISK | Egypt, Greece, and Turkey are among the riskiest countries due to a combination of geopolitical conflict, internal strife, and unstable economic fundamentals. Eastern European economies, such as Czech Republic and Poland, have continued to grow strongly, improving their country risk profiles. |
| SIGNS OF IMPROVEMENT | Brazil and Egypt have improved as they emerge from their respective recessions. Russia began to show signs of improvement with the rise in oil prices, but recent sanctions may alter that path. Signs of deterioration are emerging in Pakistan. The government is defending an overvalued currency, causing foreign exchange reserves to decline at an unsustainable pace. |

Please note the chart and commentary above are as of May 15, 2018, and are subject to change without notice. The above chart is provided to demonstrate our investment philosophy and analytical process only, and should not be considered a recommendation. The country rankings shown will not always reflect the positioning of our portfolio for idiosyncratic or stock selection reasons. The Emerging Markets Equity country valuation metrics above may vary from those of our Emerging Markets Debt strategy due to differences in evaluation measures. Investing involves risks.



Our research indicates countries with low equity market valuations and undervalued real effective exchange rates outperform. We utilize our proprietary risk and valuation models to identify countries with low investor expectations, but solid economic fundamentals.

The charts on the preceding page illustrate the output of our country risk and country valuation models, as well as a scoring of any signs of improvement for each country in the MSCI Emerging Markets Index. The scoring is aggregated to generate an overall country ranking.

Our fundamental analysts incorporate the following factors in their analysis:

Country Risk

- ❖ Political Score
- ❖ Financial Score
- ❖ Economic Score

Valuation

- ❖ Real Effective Exchange Rates for Currency Valuation
- ❖ Bottom-up P/E ratio for Stock Valuation

Signs of Improvement

- ❖ Changes in CDS spreads
- ❖ Estimates revisions

ABOUT THE PORTFOLIO TEAM

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ABOUT OUR FIRM

DuPont Capital has a long history of institutional asset management. Our parent company, DuPont, established a retirement pension plan for employees in 1942, and in 1975 created a separate pension management division.

In 1993, DuPont Capital was established and became an SEC registered investment advisor. We share our parent company's history of innovation and, over the years, have been on the forefront of developing global investment opportunities in both traditional and alternative strategies across equity, fixed income, and alternative investments.

The information contained in this memorandum is intended for the sole use of prospective investors in understanding and evaluating the impact of market events and is not designed or intended to be used for any other purpose. The document may contain forward-looking statements, which are based on current opinions, expectations and projections. We undertake no obligation to update or revise any forward-looking statements. Actual results could differ materially from those anticipated in forward-looking statements. An investment in securities includes risk of loss. There is no guarantee that any investment in the securities mentioned will be profitable. This document is not intended as an offer or solicitation for the purchase or sale of any security or financial instrument or as a recommendation to invest in any of the securities or financial instruments discussed herein. Registration of an investment adviser with the SEC does not imply any level of skill or training.