

All Country International Equity Strategy Update

Second Quarter, 2020



Portfolio Review

A composite of accounts invested in the Boston Common All Country International Equity strategy rose +19.5% before fees, comfortably outperforming the Index. For the quarter, our overweight of Industrials and strong stock selection made the sector the largest contributor to performance. Expectations for a green recovery in capital spending aided energy efficient equipment producers Daikin, Schneider, and Atlas Copco. British building products distributor Ferguson also had strong returns. This was followed by stock selection in the Technology sector, driven by strong returns in German semiconductor manufacturer Infineon, Brazilian digital payments company PagSeguro, and Russian internet search leader Yandex. The Financials and Real Estate sectors also contributed to returns. Australian asset manager Macquarie and Dutch bank ING bounced back from first quarter lows, while German apartment REIT Vonovia and Greater China mall owner & developer Hang Lung Properties delivered strong performances. Our stock selection in the UK was the top regional contributor. British winners included natural ingredients producer Croda, steam specialist Spirax-Sarco, and cardboard recycler DS Smith. Japan was the second-best region for relative performance. Bike parts supplier Shimano and human resources technology provider Recruit helped drive strong stock selection. Additional top contributors included Indonesian pharma company PT Kalbe, Chinese EV and battery supplier BYD, and Taiwanese power management specialist Delta Electronics.

The Healthcare sector was the largest detractor from relative performance. European pharmaceutical companies Novartis, Roche, and Novo Nordisk delivered decent returns, but did not keep up with their peers or the market. Our underweight of the Materials sector was also a detractor. We did not own any Metals & Mining stocks, which was the strongest sub-sector within Materials. Our underweight position and stock selection within North America made it the only regional detractor. We did not own Canada's largest ecommerce software platform developer, Shopify. We also had no exposure to Canadian miners, which bounced back strongly from first quarter lows. Additional detractors included Japanese financial services provider Orix and Nippon Telegraph & Telephone.

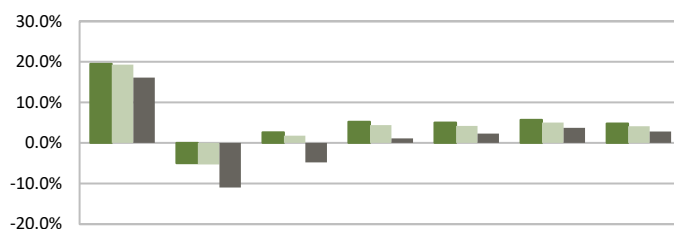
Portfolio Activity

Among our transactions this quarter, we purchased Xinyi Solar. The company is a solar glass component leader in China, and the market structure in this sub-segment has improved with consolidation. Utility-scale solar demand is taking share, and the stock was attractively valued. Since our purchase, Chinese policy support for solar has improved even further. We also purchased Yamaha, a global leader in musical instruments. The company is the world's largest piano manufacturer, offering models for professionals and beginners alike while enabling broad artistic expression through its world-renowned musical education programs.

Yamaha's digital products appeal to the modern marketplace and are helping improve profitability.

During the quarter we sold BMW due to our concern about the effects of a structural shift to electric vehicles, in which the company has demonstrated less leadership than expected. Reckitt Benckiser benefited from pandemic purchases of its hygiene products and was trading at a three-year high valuation, but mindful of its pre-COVID challenges we sold the stock.

Performance



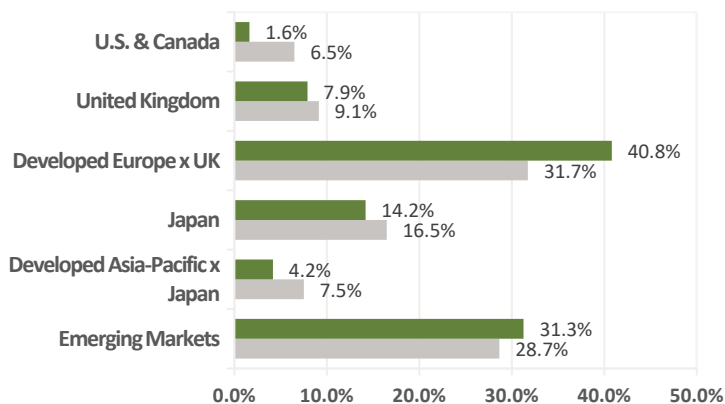
	QTD	YTD	1Yr	3Yr	5Yr	7Yr	Since Inception*
Gross	19.5%	-5.0%	2.6%	5.2%	5.0%	5.7%	4.8%
Net	19.3%	-5.3%	1.8%	4.4%	4.2%	5.0%	4.1%
MSCI ACWIxUS	16.1%	-11.0%	-4.8%	1.1%	2.3%	3.7%	2.8%

Portfolio Characteristics

	Boston Common	MSCI ACWIxUS
# holdings	66	2,372
Valuation		
Price/EPS (NTM)	18.9	17.1
Enterprise Value/EBITDA (NTM)	12.4x	9.4x
Price/Book	2.6	1.8
Price/Sales	2.0	1.3
Dividend Yield	2.1%	2.8%
Growth		
3yr EPS Consensus Growth	5.9%	2.2%
3yr Sales consensus Growth	3.8%	1.7%
Quality		
Beta**	0.99	1.00
LT Debt to Cap.	27.8%	28.0%
Net Debt to EBITDA	1.2x	1.3x
Return on Equity	12.9%	11.1%
Earnings Stability***	18.3%	24.5%
Free Cash Flow Yield	3.2%	4.8%

*Since Inception: December 31, 2010, **The Beta calculation is based on the trailing five-year performance of a representative account within a portfolio's strategy, ***Stability is calculated as the mean absolute difference between actual earnings per share and a five-year historical growth trendline, expressed as a percentage of trendline

Regional Allocation



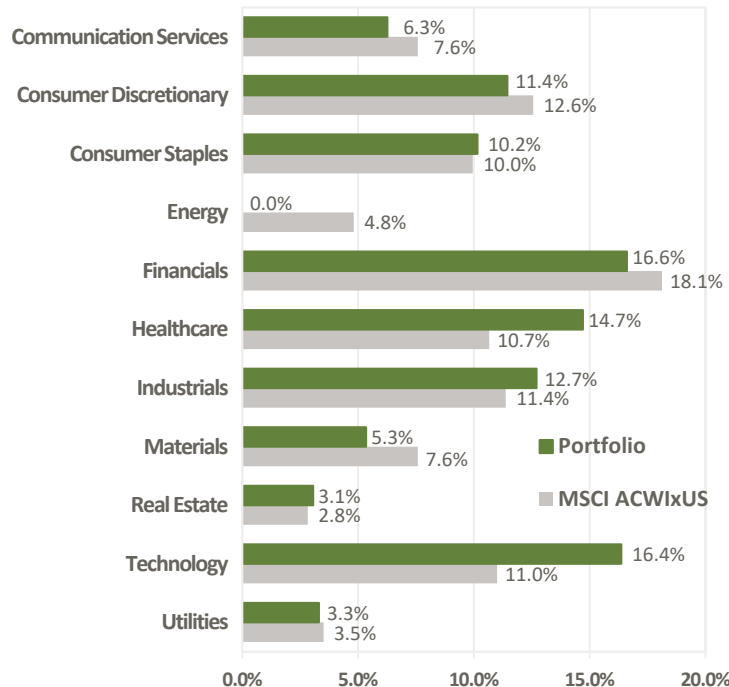
Portfolio Activity

Closed	Sector	% of Port.
BAYER MOTOREN WERK	Consumer Discretionary	0.8%
DELTA ELECTRONICS INC GDR	Technology	0.1%
RECKITT BENCK GRP	Consumer Staples	1.2%
Total Closed		2.2%
New	Sector	% of Port.
WORLDFLINE SA	Technology	0.9%
XINYI SOLAR HOLDINGS LTD	Technology	1.2%
YAMAHA CORP	Consumer Discretionary	1.1%
Total New		3.2%

Contributors & Detractors

Top 10	% of Capital	Return	Relative Contrib.	Sector
YANDEX	2.2%	47.1%	0.60%	Communication Services
INFINEON TECHNOLOGY	1.6%	59.1%	0.53%	Technology
MACQUARIE GP LTD	1.3%	58.2%	0.43%	Financials
PAGSEGURO DIGITAL LTD	0.9%	83.3%	0.43%	Technology
KALBE FARMA	1.7%	40.1%	0.33%	Healthcare
BYD COMPANY LTD	1.2%	47.8%	0.33%	Consumer Discretionary
DAIKIN INDUSTRIES	2.0%	31.5%	0.29%	Industrials
DEUTSCHE TELEKOM	1.6%	34.8%	0.28%	Communication Services
SCHNEIDER ELECTRIC	1.8%	32.1%	0.28%	Industrials
FERGUSON	1.8%	29.0%	0.23%	Industrials
			3.74%	
Bottom 10				
ROCHE HLDGS	3.6%	6.8%	-0.30%	Healthcare
PING AN INSURANCE	2.0%	3.3%	-0.25%	Financials
SK HYNIX INC	1.8%	2.8%	-0.24%	Technology
NOVARTIS	2.2%	5.4%	-0.22%	Healthcare
ADVANCED INFO SERV	1.1%	-2.5%	-0.21%	Communication Services
ESSITY AB	1.8%	4.8%	-0.20%	Consumer Staples
ORIX CORP	1.2%	1.5%	-0.19%	Financials
NIPPON TEL&TEL CP	1.0%	-2.9%	-0.19%	Communication Services
ITAU UNIBANCO HLDG	1.5%	4.4%	-0.19%	Financials
AIA GROUP LTD	1.5%	4.2%	-0.18%	Financials
			-2.17%	

Sector Allocation*



Shareowner Engagement Highlights

We jumped into action this quarter with sector-specific asks to address both immediate and long term COVID impacts on business models, including with pharmaceuticals, food and beverage companies, retailers, personal care products, and apparel. We have had robust responses or dialogue with Novartis, GlaxoSmithKline, Mondelez, PepsiCo, Unilever, Kroger, Target, PVH, Essity and Colgate-Palmolive.

Google AGM, June 2020: Boston Common co-filed a shareholder resolution encouraging the establishment of a board level human rights risk oversight committee to mitigate the evolving risks that Google's technology poses to the company, consumers, shareholders, and society at large.

ConocoPhillips AGM, May 2020: We supported the advancement and ambition of the company's climate goals. We commend the steps ConocoPhillips has taken to protect its employees and other stakeholders during the COVID-19 pandemic.

Boston Common was a part of the investor group, which holds more than 1.9 trillion in assets, that **called on drug makers** to set aside rivalries and short-term interests and **cooperate on finding solutions to the coronavirus**. As part of this effort we are leading engagements with Novartis and GlaxoSmithKline.

*As a % of Equities. Past performance does not guarantee future results. All investments involve risk, including the risk of losing principal. The information in this document should not be considered a recommendation to buy or sell any security. There is no assurance that any securities we discuss will remain in a strategy at the time you receive this document. The securities discussed do not represent a strategy's entire portfolio and may represent only a small portion of a strategy's holdings. It should not be assumed that any securities transactions we discuss were or will prove to be profitable. A different company is selected each quarter to be featured in our Company Spotlight. The company is chosen based on any potential updates to our investment thesis and/or ESG case. Composite returns are presented in U.S. dollars, net of transaction costs, management fees and withholding taxes, with interest and dividends accrued. Returns for periods greater than one year are annualized. This product invests in foreign securities, which are subject to special currency, political and economic risks. The MSCI ACWI ex. U.S. Index is a free-float adjusted, market capitalization weighted index of the largest publicly traded companies listed on the exchanges of developed and emerging market countries around the world, excluding U.S.-based companies. The index is unmanaged and does not incur management fees, transaction costs, or other expenses associated with separately managed accounts. The composition of our composite is different from the composition of these indices because of differences in sector and industry exposure, risk, volatility and holdings. Boston Common claims compliance with Global Investment Performance Standards (GIPS®). For a full listing of Boston Common's composites and to request a GIPS® Compliant presentation, please call the Compliance department at 617-720-5557.

