

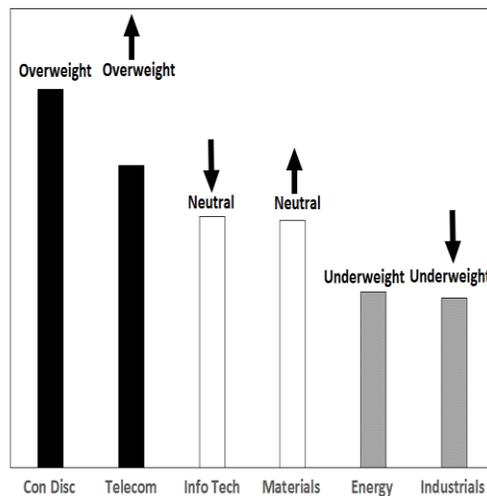
## Regional and Sector Strategy: Monthly Update



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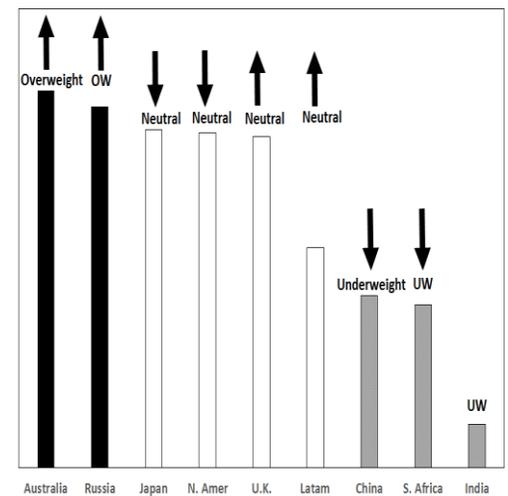
- **Some Methodological Changes.** Our earnings momentum metric has been refined. In addition, we have also introduced a methodology for weighting ESG factors in sectors and regions. These modifications have resulted in an unusually large number of changes in recommendations.
- **Sector Strategy.** With earnings having a heavier weight (65%) in our sector model than valuation (35%), every change in sector recommendation (Figure 1) involved an earnings factor.
- **Regional Strategy** Earnings and valuation are equal-weighted in our regional model; half the changes in regional recommendations (Figure 2) involved valuation.

**Figure 1: Key Sector Recommendations**  
*Arrows Indicate Change vs. Last Month*



Source: Cornerstone Capital Group

**Figure 2: Key Regional Recommendations**  
*Arrows Indicate Change vs. Last Month*



Source: Cornerstone Capital Group

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