

STRATEGY PHILOSOPHY

The Global Equity strategy seeks to generate capital appreciation over the medium and long terms. The portfolio comprises mainly of common shares, index participation units and exchange traded funds. The portfolio’s management is based on a top-down approach in order to identify international markets which are undervalued and offer a huge growth potential, while focusing on capital protection and low portfolio volatility. The fund offers an active management approach with the goal of offering long-term capital appreciation for a portfolio composed of worldwide equities.

The fund’s objective is to outperform the MSCI World (Net) in Canadian dollars by 1.50% annually for 5-year moving average periods, with lower volatility than the benchmark.



KEY POINTS

Style	Active management
Process	Top-down approach
Investment Horizon	3 to 5 years
Benchmark Index	MSCI World (Net) CAD
Value Added Objective	1.50% value added over a cycle
Cash	Maximum 10% of the portfolio
Number of Securities	35 to 45
Maximum Weighting	5% per security
Regional Deviation	United States + 20 - 20 Europe + 15 - 15 Asia + 10 - 10

PORTFOLIO CONSTRUCTION

The top-down approach consists of actively managing the regional breakdown, choice of countries and currency management. Our decisions are backed by a fundamental analysis of the macro economic factors and by technical analysis and market sentiment quantitative models.

Top-down Approach

- United States:
Quantitative approach based on a combination of index participation units which allow optimization of the portfolio's risk and return.
- Europe:
Portfolio composed of 40 equally weighted securities selected amongst the best European companies while emphasizing capital return, solid balance sheets and low debt. The companies are selected amongst 15 countries, including Switzerland and Great Britain.
- Asia:
Selection of countries with index participation units.

RISK MEASURES

	3 years
Information Ratio	-0.32
Sharpe Ratio	0.52
Bull Capture	92%
Bear Capture	100%
Bull Batting Average	38%
Bear Batting Average	47%
Beta	1.12

The risk measures as of June 30, 2020.
Mandate inception date: December 2008.