

## Cidel Global Equity (Performance shown in USD)

cidel.com

The Global Equity strategy is designed for investors seeking to diversify their portfolios through exposure to international equities. Investors benefit from access to global markets with lower portfolio volatility.

### Overview

**The Investment** is a concentrated equity portfolio consisting of 30 to 40 quality companies from around the world, chosen to access sources of global growth.

**The Objective** is to exhibit greater total return through dividend and capital growth with lower volatility than the market as a whole.

**The Investment Philosophy** is founded in our belief that by investing globally in companies with outstanding financial characteristics, strong fundamentals and stable cash flow generation, we can achieve superior performance with lower volatility than the market.

### The Process

**Quantitative Screening.** Quantitative metrics to identify stocks with attractive valuations and a competitive advantage.

**Fundamental Research.** Thorough company analysis and management interviews to assess return and future growth opportunities market.

**Portfolio Construction.** Founded in careful diversification amongst high quality global companies to achieve growth without undue relative volatility.

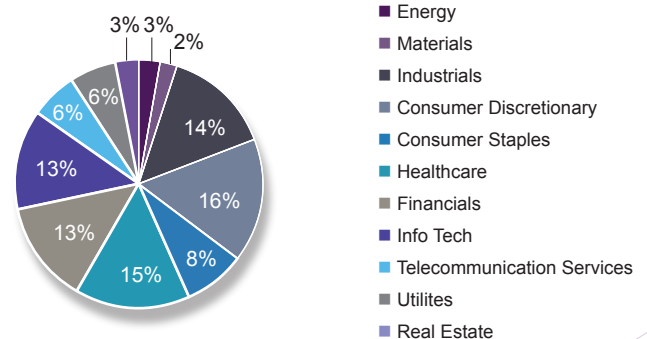
### Market Commentary

Over the second quarter of 2017, around the world sentiment shifted to anticipate a broad shift to tighter monetary policy. At the same time, investors took comfort from a generally favourable corporate earnings season. The Global Equity fund returned 6.9% in U.S. Dollar terms for the quarter, comfortably outperforming the MSCI World Index return of 4.0%. The fund's strong returns were driven by the Materials, Information Technology, and Industrials sectors. The only sector that posted negative returns was Energy. The fund is well positioned to outperform in this slow-growth economic climate. Looking ahead, we continue to believe that global equity markets will post positive, albeit modest, returns over the coming 12-18 months.

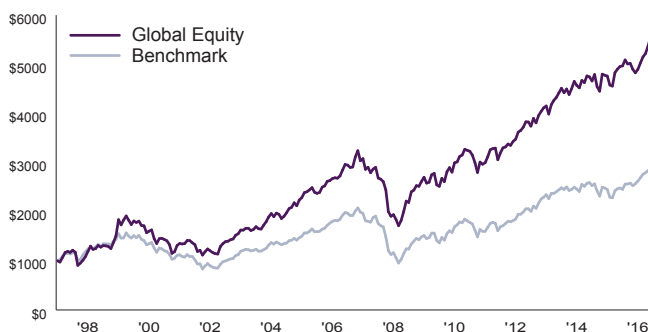
KEY CHARACTERISTICS	Portfolio	Benchmark
Q2 Return	6.9%	4.0%
YTD	13.6%	10.7%
1 Year Return	11.9%	18.2%
3 Year Return (Annualized)	7.3%	5.3%
5 Year Return (Annualized)	11.8%	11.4%
Return Since Inception (Annualized)	9.2%	5.6%
Standard Deviation (5 year annualized)	8.8%	9.7%
Maximum Losing Month (Last 10 years)	-18.1%	-19.0%
Maximum Monthly Gain (Last 10 years)	10.8%	11.2%
Yield	2.5%	-

NOTABLE HOLDINGS	
UTD O/S BANK	3.6%
TECHTRONIC INDUSTR	3.5%
TAIWAN SEMICONDUCTOR	3.5%
ACCOR	3.4%
KONINKLIJKE PHILIP	3.4%
JOHNSON & JOHNSON	3.3%
CREDICORP LTD	3.2%
DEERE & CO	3.1%
DENTSPLY SIRONA INC	3.1%
MID-AMER APT CMNTYS REIT	3.1%

### SECTOR ALLOCATION



### GROWTH OF \$1,000 VS. BENCHMARK



ANNUAL PERFORMANCE (%)	YTD	2016	2015	2014	2013	2012	2011	2010	2009	Inception
Portfolio	13.6%	2.9%	4.1%	10.1%	19.4%	16.0%	0.0%	10.9%	39.3%	9.2%
Benchmark	10.7%	7.0%	-0.7%	4.9%	26.6%	15.8%	-5.5%	11.8%	30.0%	5.6%

\*Toron AMI's Annualized Returns represent the account size-weighted return of Toron AMI's equity only clients (client mandates that are 100% equity, and whose accounts are at least 90% invested during the month). Historic performance should not be interpreted as a guarantee of future results. Performance figures are based on total returns which are time-weighted and geometrically linked (meaning that performance is not influenced by the timing of portfolio additions or withdrawals and is calculated on a compounded basis). Toron AMI and Benchmark performance is gross of applicable management fees. The Benchmark depicted is the MSCI World USD. Toron Asset Management International and Cidel Financial Group are operating names of Cidel Asset Management Inc.