

David Shubs – Equity Completion

July 2021

Investment Objective

This portfolio is predominantly an all equity portfolio with a close eye on capital preservation. The strategy is designed to preserve capital in difficult times and over the longer term, provide capital growth and income in the form of dividends. The long-term target asset allocation for the portfolio is 75% North American equity, 20% international equity and a small portion of cash.

Manager Comments

As investors, we review the data available and make decisions based on the way that we interpret this data. Currently, there is more conflicting information than I have seen in my career.

The good news:

- Real progress in vaccination rates
- Strong GDP numbers
- Strong consumer confidence

The bad news:

- Rapidly spreading Delta variant, pushing out pandemic timelines
- Significant unemployment/underemployment
- Very real threat of inflation
- Natural disasters (flooding in Europe and China and heat wave in North American west coast) wreaking havoc with supply chains

The investment community response:

- North American central banks are committing to accommodative monetary policy to support the economy until it is back on solid footing
- Markets are roaring higher
 - The TSX is up 16.4% ytd
 - The Dow Jones is up 17% ytd.

Even with this outsized market growth, the conflicting information is creating opportunities for us to invest money at reasonable prices. In July we sold an overvalued business in our portfolio and add replaced it with an undervalued/fairly valued businesses. We have our focus and our wish list. We expect to be able to take advantage of these opportunities in the coming months.

Portfolio Facts

Portfolio Manager - **David Shubs**

Investment Approach - **Fundamental & Quantitative**

Risk Profile - **Medium to High**

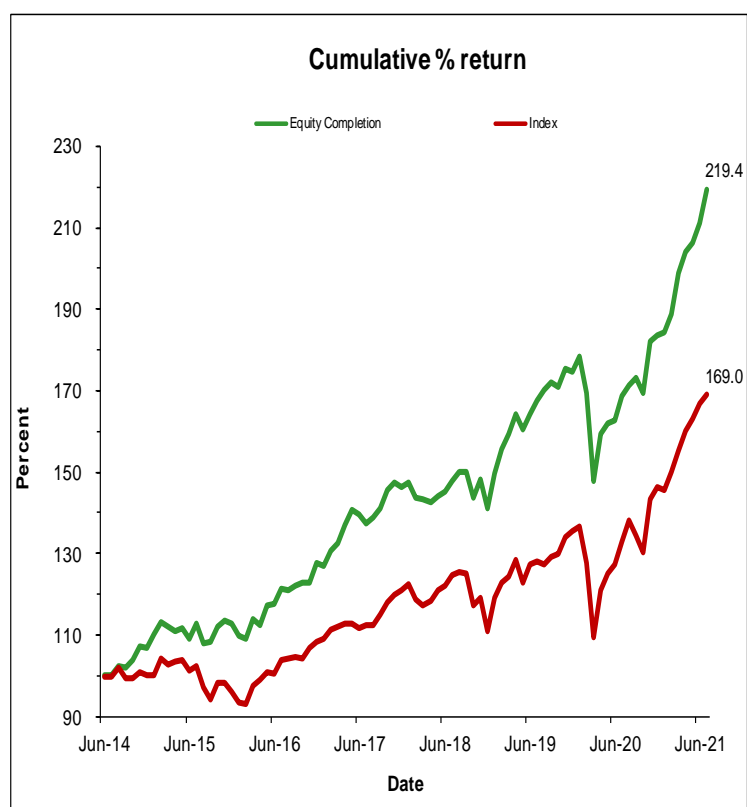
Return Objective - **Capital Growth and Dividend Income**

Minimum Investment - **\$250,000**

Portfolio Inception Date – **September 2014**

Base Currency – **Dual**

Benchmark - **5% DEX 91-day T-Bill + 50% S&P/TSX Composite + 35% S&P 500 (CAD) + 10% MSCI EAFE (CAD)**



	1 Mo	1 Yr	2 Yrs	3 Yrs	4 Yrs	5 Yrs	Since Inception
Strategy	4.0%	30.1%	14.4%	14.1%	12.4%	12.6%	11.7%
Benchmark	1.3%	27.1%	14.8%	10.7%	10.7%	10.2%	7.6%

David Shubs, MBA, CFA, Investment Advisor and Portfolio Manager



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