

# INTERNATIONAL EQUITY

## FACTOR-BASED MODEL PORTFOLIO STRATEGY



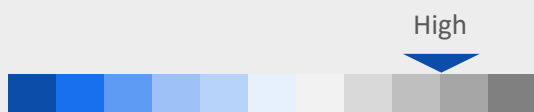
### STRATEGY

In seeking to pursue its investment objective, the portfolio is designed to provide exposure to high-quality companies across the world that consistently generate shareholder wealth, while trading at an attractive price. This strategy is based on a proprietary multi-factor quantitative model.

### OBJECTIVES

1. Target long-term capital appreciation among companies across the world.
2. Consistently deliver performance over the MSCI ACWI Ex US TR Index.
3. Maximize tax efficiency by having a low portfolio turnover ratio.

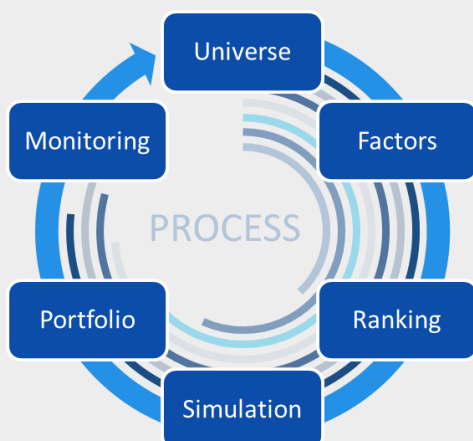
### RISK RATING



### REASONS TO INVEST

- ❖ Historically outperformed benchmark.
- ❖ Risk-adjusted return performance.
- ❖ Consistent investment process.

### INVESTMENT PROCESS



### AS OF AUGUST 31<sup>ST</sup>, 2024



### PERFORMANCE

| Ann. (%)   | 1M   | 3M   | 1Y   | 3Y    | 5Y   | 10Y  |
|------------|------|------|------|-------|------|------|
| Strategy   | 3.2  | 3.7  | 22.0 | -0.9  | 6.9  | 9.0  |
| ACWX       | 2.9  | 5.2  | 18.8 | 2.6   | 8.1  | 4.9  |
| Difference | 0.3  | -1.5 | 3.2  | -3.5  | -1.2 | 4.1  |
| Year (%)   | 2019 | 2020 | 2021 | 2022  | 2023 | YTD  |
| Strategy   | 18.9 | 13.4 | 9.8  | -26.0 | 18.0 | 12.7 |
| ACWX       | 22.1 | 11.1 | 8.3  | -15.6 | 16.2 | 11.6 |
| Difference | -3.2 | 2.3  | 1.5  | -10.4 | 1.8  | 1.1  |
| Month (%)  | Mar  | Apr  | May  | Jun   | Jul  | Aug  |
| Strategy   | 2.9  | -1.7 | 1.6  | -3.3  | 3.9  | 3.2  |
| ACWX       | 3.2  | -1.7 | 3.0  | -0.1  | 2.4  | 2.9  |
| Difference | -0.3 | 0.0  | -1.4 | -3.2  | 1.5  | 0.3  |

### TOP HOLDINGS

| Ticker | Companies            | Weight (%) |
|--------|----------------------|------------|
| VIST   | Vista Energy         | 10.0       |
| CLBT   | Cellebrite           | 6.6        |
| KOF    | Coca-Cola Femsa      | 5.4        |
| HMY    | Harmony Gold Mining  | 5.1        |
| WTKWY  | Wolters Kluwer       | 4.8        |
| CRH    | CRH                  | 4.7        |
| SPOT   | Spotify Technology   | 4.5        |
| AKO.B  | Embotelladora Andina | 4.4        |
| CRTO   | Criteo               | 3.8        |
| FERG   | Ferguson             | 3.7        |

### RISK STATISTICS

| Since Inception    | Strategy     | ACWX         |
|--------------------|--------------|--------------|
| Ann. Return (%)    | 15.8         | 4.6          |
| Standard Dev. (%)  | 17.8         | 16.9         |
| Max Drawdown (%)   | <b>-48.5</b> | <b>-60.6</b> |
| Portfolio Turnover | 70.9         | 7.4          |
| Sharpe Ratio       | 0.8          | 0.2          |
| Sortino Ratio      | 1.1          | 0.3          |
| Index Correlation  | 0.9          | 1.0          |
| R-Squared          | 0.8          | 1.0          |
| Beta               | 0.9          | 1.0          |
| Alpha (%)          | 11.2         | 0.0          |

### SECTOR ALLOCATION

| Weight (%)    | Strategy | ACWX | Deviations   |
|---------------|----------|------|--------------|
| Staples       | 16.2     | 7.4  | 8.9          |
| Energy        | 15.9     | 5.5  | 10.4         |
| Info Tech     | 22.8     | 13.4 | 9.5          |
| Materials     | 12.7     | 7.0  | 5.7          |
| Industrials   | 17.4     | 13.9 | 3.5          |
| Telecom       | 3.3      | 5.3  | <b>-2.0</b>  |
| Utilities     | 0.0      | 3.2  | <b>-3.2</b>  |
| Health Care   | 3.2      | 9.8  | <b>-6.6</b>  |
| Discretionary | 2.7      | 10.9 | <b>-8.2</b>  |
| Financials    | 3.2      | 23.9 | <b>-20.7</b> |

### CHARACTERISTICS

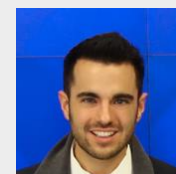
| Median            | Strategy | ACWX |
|-------------------|----------|------|
| Market Cap (\$B)  | 16.7     | 9.1  |
| Price / Earnings  | 14.0     | 12.3 |
| Price / Book      | 2.9      | 1.9  |
| Price / Sales     | 1.8      | 1.4  |
| Price / Cash Flow | 15.1     | 9.2  |
| Return on Equity  | 20.4     | 10.9 |
| Dividend Yield    | 2.7      | 2.4  |
| 5Y EPS Growth     | 17.0     | 5.6  |
| Debt / Equity     | 0.5      | 0.6  |
| 5Y Beta           | 0.77     | 1.00 |

### PORTFOLIO FACTS

|                       |                                |
|-----------------------|--------------------------------|
| Number of Securities  | 25                             |
| Currency              | USD                            |
| Benchmark             | MSCI ACWI Ex US                |
| Inception Date        | January 1 <sup>st</sup> , 2000 |
| Strategy Fees         | Contact Us                     |
| Rebalancing Frequency | Quarterly                      |

### PORTFOLIO MANAGER

François Soto CFA, MBA, FRM, CIM  
Founder, Portfolio Manager



With more than 15 years of experience in the financial services industry, Francois brings extensive background and innovation in the field of quantitative finance to the firm. He holds both a BBA and MBA from HEC Montreal.

### CONTACT

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