CANADIAN EQUITY

FACTOR-BASED MODEL PORTFOLIO STRATEGY

FACTOR-BASED

STRATEGY

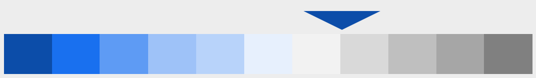
In seeking to pursue its investment objective, the portfolio is designed to provide exposure to high-quality Canadian companies that consistently generate shareholder wealth while trading at attractive prices. This strategy is based on a proprietary multi-factor quantitative model.

OBJECTIVES

1. Target long-term capital appreciation among Canadian companies.
2. Consistently deliver performance over the S&P/TSX Total Return Index.
3. Maximize tax efficiency by having a low portfolio turnover ratio.

RISK RATING

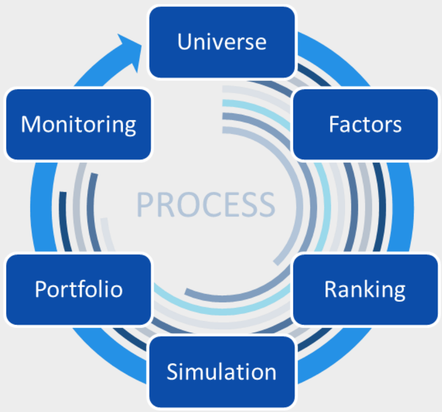
Medium-High



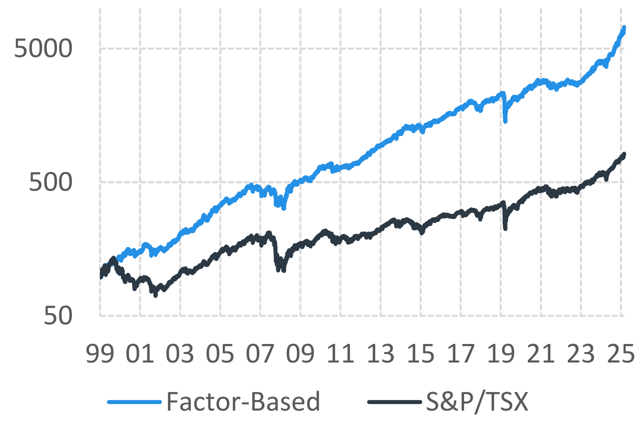
REASONS TO INVEST

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

INVESTMENT PROCESS



AS OF FEBRUARY 28TH, 2026



PERFORMANCE

Ann. (%)	1M	3M	1Y	3Y	5Y	10Y
Strategy	13.7	19.6	85.5	38.3	25.5	19.1
S&P/TSX	7.7	10.1	38.8	22.9	17.1	13.7
Difference	6.0	9.5	46.7	15.4	8.4	5.4

Year (%)	2021	2022	2023	2024	2025	YTD
Strategy	29.5	-6.2	6.9	40.0	56.2	17.4
S&P/TSX	25.1	-5.8	11.8	21.6	31.7	8.6
Difference	4.4	-0.4	-4.9	18.4	24.5	8.8

Month (%)	Aug	Sep	Oct	Nov	Dec	Jan
Strategy	8.8	8.7	0.7	13.8	1.9	3.3
S&P/TSX	5.0	5.4	1.0	3.9	1.3	0.8
Difference	3.8	3.3	-0.3	9.9	0.6	2.5

TOP HOLDINGS

Ticker	Company	Weight (%)
DPM:CAN	DPM Metals	10.2
LUG:CAN	Lundin Gold	9.5
FVI:CAN	Fortuna Mining	7.2
TVE:CAN	Tamarack Valley	5.2
K:CAN	Kinross Gold	5.2
EXE:CAN	Extendicare	5.0
SII:CAN	Sprott	4.4
PAAS:CAN	Pan American Silver	4.2
L:CAN	Loblaw	4.0
FFH:CAN	Fairfax Financial	3.8

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RISK STATISTICS

Since Inception	Strategy	S&P/TSX
Ann. Return (%)	15.7	5.5
Standard Dev. (%)	17.6	16.6
Max Drawdown (%)	-48.5	-60.6
Portfolio Turnover	70.9	7.4
Sharpe Ratio	0.8	0.3
Sortino Ratio	1.1	0.4
Index Correlation	0.9	1.0
R-Squared	0.8	1.0
Beta	0.9	1.0
Alpha (%)	10.2	0.0

SECTOR ALLOCATION

Weight (%)	Strategy	S&P/TSX	Deviations
Materials	39.0	22.2	16.8
Health Care	5.0	0.3	4.8
Discretionary	6.0	3.2	2.8
Telecom	3.8	1.9	1.9
Staples	4.0	3.3	0.7
Energy	15.7	16.3	-0.7
Utilities	0.0	3.5	-3.5
Industrials	5.5	10.3	-4.8
Info Tech	0.0	6.9	-6.9
Financials	20.8	32.1	-11.3

CHARACTERISTICS

Median	Strategy	S&P/TSX
Market Cap ($B)	13.1	5.9
Price / Earnings	12.2	16.3
Price / Book	2.5	3.0
Price / Sales	1.4	3.3
Price / Cash Flow	11.7	12.6
Return on Equity	17.5	9.9
Dividend Yield	2.0	0.9
5Y EPS Growth	14.3	14.8
Debt / Equity	0.4	0.5
5Y Beta	1.1	1.0

PORTFOLIO FACTS

Number of Securities	25
Currency	CAD
Benchmark	S&P/TSX TR
Inception Date	January 1st, 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.

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