

Desjardins

Low Volatility Global Equity Fund



QUARTERLY COMMENTARY AS OF DECEMBER 31, 2020

UNIGESTION

PORTFOLIO MANAGER:
Unigestion Asset Management

INCEPTION DATE:
January 26, 2015

CIFSC CATEGORY*:
Global Equity

Contributors to performance

- Overweight in Media & Entertainment and Insurance. Underweight in Software and Utilities.
- Stock selection in Telecommunication and Technology (MURATA MANUFACTURING CO LTD.).
- Overweight in Japan, Singapore and Netherlands. Stock picking in Switzerland.

Detractors from performance

- Overweight in Household Products, Telecommunication and underweight in Banks.
- Stock Selection in Materials (BARRICK GOLD CORP.), Food (HORMEL FOODS CORP. and GENERAL MILLS INC.), Insurance, Software and Consumer Services (DOMINO'S PIZZA INC.).
- Overweight in Switzerland and underweight in France. Stock picking in the US (DOMINO'S PIZZA INC. and GILEAD SCIENCES INC.) and Canada.

Major changes to portfolio in the period

- Increased our allocation to Banks, Consumer Durables and Pharmaceuticals at the expense of Materials, Food and Household Products which were reduced.
- Increased our allocation to Singapore, France and Japan and reduced our allocation in Canada, Switzerland and the United States.
- Stocks bought:
 - Metro Inc. COM NPV (Consumer Staples, Canada): Stable Volatility, good diversification (low correlation) with decent growth perspective. Metro's food retail business still benefiting from virus-driven demand.
 - Tyler Technologies Inc. (Technology, U.S.): Stable Volatility, good quality with robust momentum.
 - Regeneron Pharmaceuticals Inc COM USD.001 (Health Care, U.S.): Stable Volatility, good quality with decent momentum.

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Major changes to portfolio in the period (cont'd)

→ Stocks sold:

- Beiersdorf AG ORD NPV (Consumer Staples, Germany): Low quality and momentum. Uncertain pace of sales recovery and deteriorating margin outlook.
- Kirkland Lake Gold Ltd. COM (Materials, Canada): Recent volatility increase.
- Franco-Nevada Corp. COM NPV (Materials, Canada): Higher valuation.

*CIFSC refers to Canadian Investment Funds Standards Committee. The CIFSC has the mandate to standardize the classification of mutual funds in Canada. <http://www.cifsc.org/>.

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