

Desjardins

Canadian Equity Income Fund



QUARTERLY COMMENTARY AS OF DECEMBER 31, 2022

PORTFOLIO MANAGER:

Desjardins Global Asset Management

INCEPTION DATE:

October 18, 2013

CIFSC CATEGORY*:

Canadian Dividend & Income Equity

Contributors to relative performance

- In terms of sectors, positive contributors to fund performance included industrials (+0.33% over the benchmark) and utilities (+0.21%).
- In industrials, Finning International Inc. returned +39.61%, contributing 27.5 basis points due to its overweighting in the portfolio. In utilities, Algonquin Power & Utilities Corp. returned -39.60%, adding 18.5 basis points due to its absence from the fund.

Detractors from relative performance

- The materials and financials sectors contributed negatively to the fund's relative performance (-0.55% and -0.28% respectively).
- In materials, Nutrien Ltd. (-13.63%) dragged on overall fund performance by 24.3 basis points due to its overweighting in the portfolio. In financials, Fairfax Financial Holdings Limited (+24.02%) detracted 12.6 basis points from performance due to its absence from the fund.

Major changes to portfolio in the period

- The 4 largest transactions over the quarter were:
 - Purchase of 2.90% of Bank of Montreal
 - Purchase of 2.19% of Rogers Communications Inc.
 - Sale of 2.87% of Canadian Imperial Bank of Commerce
 - Sale of 2.00% of Alimentation Couche-Tard Inc.

*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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