

# POINT OF VIEW

## Fidelity Concentrated Canadian Equity Private Pool

Celebrating ten years of consistent returns!

### KEY TAKEAWAYS

- Clone of a Fidelity institutional strategy that is only available to pensions, foundations and endowments.
- Defensively positioned as market volatility continues to trend higher.

AS AT NOVEMBER 30, 2018	1 YEAR	3 YEAR	5 YEAR	10 YEAR <sup>1</sup>
Fidelity Concentrated Canadian Equity Private Pool – Series B (net of fees)	(2.07)	4.22	5.58	8.23

Source: Fidelity Investments Canada ULC.



Source: Fidelity Investments Canada ULC. Performance shown is for Series B (net of fees) in Canadian dollars, as at November 30, 2018. The Fund's benchmark is the S&P/TSX Capped Composite Index.

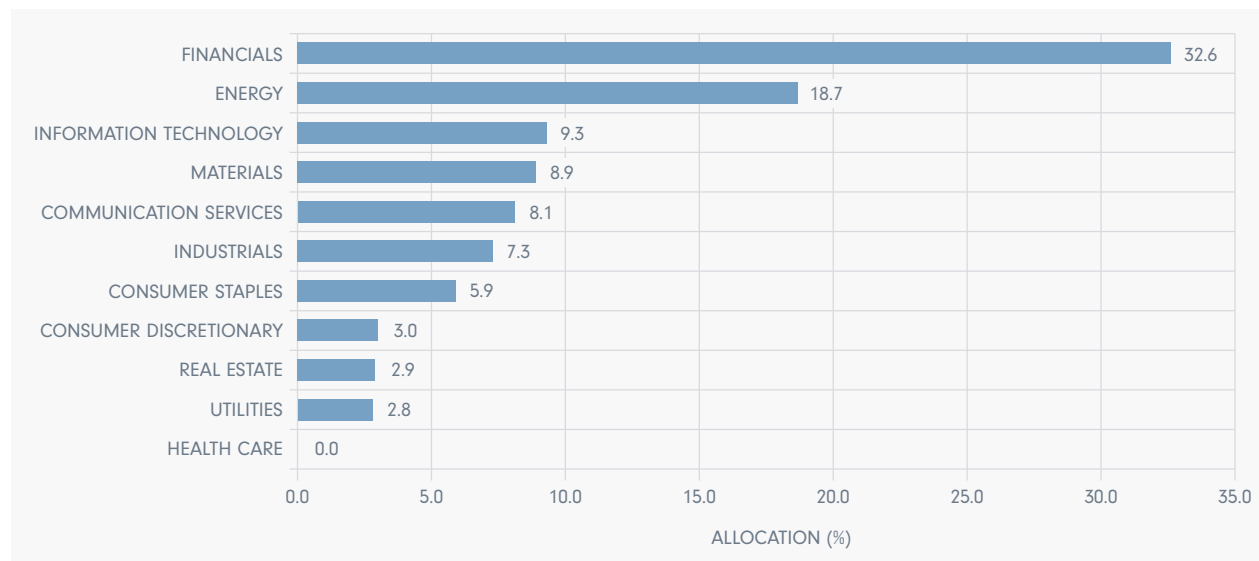
<sup>1</sup> Inception November 26, 2008

## Fidelity Concentrated Canadian Equity Private Pool

### Key characteristics

- **Super sector-neutral approach:** Fidelity Canadian Concentrated Equity Private Pool is an actively managed, broadly diversified portfolio constructed to be super sector neutral, so that the majority of alpha is generated through active stock selection and sector level allocation. Portfolio manager Andrew Marchese also places great emphasis on downside protection to mitigate volatility during severe market downturns. Since inception, Fidelity Concentrated Canadian Equity Private Pool has achieved a downside capture ratio of 88.2% relative to the S&P/TSX Capped Composite Index.\*
- **Defensively positioned as volatility rises:** Andrew believes that the market is currently in the late phase of the economic cycle, and equity valuations could be challenged as growth in corporate profit margins faces increasing macroeconomic headwinds. He is focused on reasonably priced and high-quality investment opportunities that exhibit strong fundamentals over the longer term. The Pool currently diverges most from the benchmark by allocating more to the information technology sector, in the industrial super sector, because stocks in this sector are well positioned to mitigate volatility and may outperform during significant market drawdowns.
- **Clone of institutional strategy:** Fidelity Concentrated Canadian Equity Private Pool is a clone of Fidelity’s institutional Canadian Systematic strategy, and follows the same investment process and philosophy. The Canadian Systematic strategy has delivered consistent returns since 2002.

### Sector matrix



Source: Fidelity Investments Canada ULC, as at October 31, 2018.

## Fidelity Concentrated Canadian Equity Private Pool

## Top ten holdings

SECURITY	INDUSTRY
Toronto-Dominion Bank	Financials
Royal Bank of Canada	Financials
Suncor Energy	Energy
Brookfield Asset Management	Financials
CGI Group	Information technology
Canadian Natural Resources	Energy
Rogers Communications	Communication services
Constellation Software	Information technology
Canadian Pacific Railway	Industrials
Canadian National Railway	Industrials

Source: Fidelity Investments Canada ULC, as at September 30, 2018.

For more information, contact your Fidelity representative or visit [fidelity.ca](http://fidelity.ca)



## Disclosures:

\* A downside capture ratio of less than 100 indicates that a fund has lost less than its benchmark in periods when the benchmark has been down. The inception date of the Pool is November 26, 2008.

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