All-Star Managers Global Select – Balanced Growth

CFG Model Portfolio

October 30, 2020

Portfolio Description

The All-Star Managers Global Select Portfolios are a series of diversified fund portfolios tied to the individual risk tolerances and return needs of investors. The portfolios employ a multi-manager approach, providing access to a wide variety of investment styles and methodologies, and thereby reducing the risk of investing with one manager who may underperform in any given year. R N Croft Financial Group (CFG) is the investment manager responsible for the selection of the underlying funds and managers, and the optimization of the individual fund weightings within each portfolio.

The objective of the All-Star Managers Global Select Balanced Growth Portfolio is to provide Canadian investors with a globally diversified Canadian dollar portfolio that balances the consistent capital gains biased investment appreciation of its equity fund selection with the stability of a higher allocation to fixed income funds. As such, this Balanced Growth Portfolio is designed to be a moderate-risk investment and is best suited to moderately risk-tolerant investors who are mainly focused on building their investment assets but have a somewhat shorter time horizon before they may need to withdraw from their portfolio.

To achieve this objective, the All-Star Managers Global Select Balanced Growth Portfolio includes funds selected based on a number of key factors including, but not limited to, a consistent, long-term record of outperformance. In addition, CFG regularly evaluates each fund for structure, quality and performance to detect any material changes that could affect the funds themselves and the overall portfolio mandate, and may change individual fund selection or allocation within the portfolio based on market fluctuations and market outlook.

Portfolio performance is tracked against the Financial Post FPX Balanced benchmark*, which is a broad, globally diversified Canadian dollar model portfolio that has shown enhanced capital protection and reliable returns since its 1997 inception.

Portfolio Statistics

Period	Portfolio %	*FPX-B %
1 Month	-1.53	-2.15
3 Month	0.34	-1.88
6 Month	11.46	3.03
1 Year	18.80	3.28
3 Years	11.17	4.50
5 Years	10.89	5.06
10 Years	11.68	5.98
10 Year Std Deviation	7.32	6.76
10 Year Sharpe Ratio	1.49	0.73
10 Year Sortino Ratio	2.90	0.67
Portfolio Yield	1.14	2.03

Portfolio Management Team

Investment Review Committee
Richard Croft CIO, Portfolio Manager
Ken Mulders CFA, Portfolio Manager
Alex Brandolini CFA, Portfolio Manager
Mark McAdam CFA, Portfolio Manager
Jason Ayres DMS, Derivative Strategist
Jason Keogh CFA, Analyst

Asset Allocation

Asset	Portfolio %	*FPX-B %
Cash	5.61	9.10
Equity	59.03	54.39
Fixed Income	35.36	36.51

Calendar Year Returns

	2010	2011	2012	2013	2014	2015	2016	2017	2018	2019	YTD
Balanced Growth Portfolio %	9.05	2.60	11.81	22.07	12.10	17.17	2.21	15.34	1.30	17.60	14.93
***FPX-B %**	8.43	2.89	6.53	9.45	10.02	4.88	5.42	6.63	-1.28	12.33	2.30
+/- Benchmark %	0.62	-0.29	5.28	12.62	2.08	12.29	-3.21	8.71	2.58	5.27	12.63

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Geographic Allocation (Equities)

World Regions	Portfolio %	*FPX-B %
United Kingdom	5.74	2.50
Europe – Developed	18.54	5.25
Europe - Emerging	0.38	0
Africa / Middle East	1.33	0.01
Japan	3.05	6.32
Australasia	1.12	0.07
Asia - Developed	5.23	0
Asia - Emerging	5.50	0
Canada	3.15	72.12
United States	54.60	12.08
Latin America	1.36	1.65

Sector Allocation (Equities)

Sectors	Portfolio %	*FPX-B %
Basic Materials	2.34	7.91
Consumer Cyc	15.01	7.61
Financial Svs	10.42	31.11
Real Estate	2.38	1.55
Communication Svs	15.68	6.64
Energy	0.50	6.38
Industrials	11.58	11.48
Technology	25.92	12.24
Consumer Defensive	4.57	6.72
Healthcare	11.34	5.43
Utilities	0.26	2.92

Portfolio Credit Quality (Fixed Income)

Credit Quality Breakdown	% of Bonds
AAA	7.10
AA	47.42
A	19.65
BBB	20.30
BB	3.24
B	1.31
Below B	0.10
NR	0.88

Portfolio Interest Rate Risk (Fixed Income)

Interest Rate Risk	
Avg Effective Maturity	12.32 years
Avg Effective Duration	9.18 years
Avg Credit Quality	BBB

Portfolio holdings: Private

Please e-mail info@croftgroup.com for more information

Disclaimer

*For more information on the Portfolio's FPX Balanced benchmark, please go to https://croftgroup.com/financial-post-indexes/