

# ZAVA Global Growth & Income Private Portfolio

## December 31<sup>st</sup>, 2021 (4th Quarter)



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### Portfolio Performance

	6 months	1 Year	3 Years	5 Years	Since Inception
<b>PORTFOLIO Performance</b>	<b>8.87%</b>	<b>26.54%</b>	<b>15.37%</b>	<b>9.13%</b>	<b>9.19%</b>
<b>BENCHMARK Comparison</b>	<b>5.87%</b>	<b>18.71%</b>	<b>15.53%</b>	<b>10.37%</b>	<b>9.32%</b>

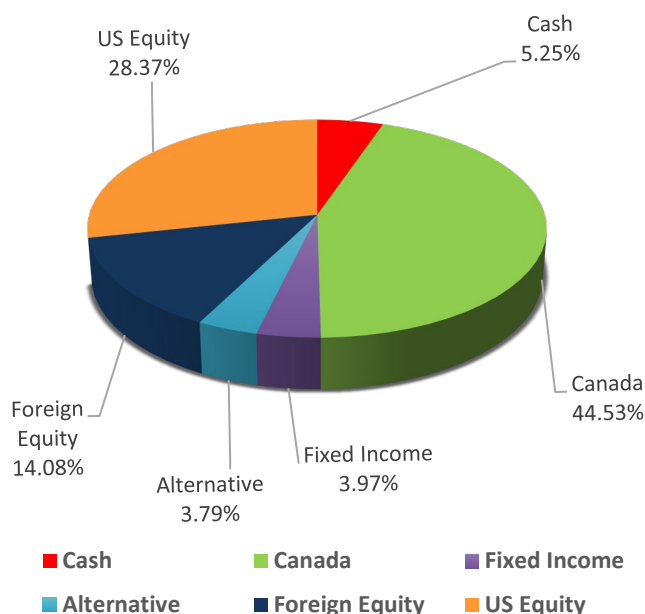
Value of Private Portfolio	
March 4, 2014 (Inception Date)	\$30,133
December 31, 2021	\$60,011

*Fees: Returns presented are gross of fees.*  
*Benchmark: 5% 91 day T-Bill, 5% FTSE TMX Universal Bond, 50% S&P/TSX Total Return, 20% S&P 500 Total Return, 10% MSCI EAFE Total Return & 10% MSCI Emerging Market.*  
*Source: National Bank Financial Portfolio Management Database*

### Investment Philosophy

The ZAVA Global Growth & Income Private Portfolio employs a mostly passive investment style using Exchange Traded Funds (ETFs). ETFs are an excellent vehicle used to obtain broad diversified exposure to various geographies, sectors and styles. Additionally, some individual stock selections will be made in order to enhance opportunities for income, growth &/or value. The Portfolio will always have a minimum amount of exposure to Canada and the US and will typically also have exposure to International and Emerging markets for much of the time. The Portfolio can also hold a smaller allocation in alternative investments such as Real Estate Investment Trusts (REITS). Finally, in order to add a defensive element to the Portfolio when appropriate, up to 25% of the Portfolio can be moved to cash or less volatile fixed income investments at any time.

### Private Portfolio Asset Allocation



### Who is This Investment For?

This Portfolio is suitable for investors who:

- are seeking diversified equity exposure to Canadian, US & International markets combined with a reasonable income stream
- are willing to tolerate a moderate level of risk with a minimum time horizon of 2 - 5 years
- prefer minimal involvement with the investment decision making process.

## Your Private Portfolio at End of Q4

Issuer	Region	Weight
Air Canada	Canadian	2.55%
BMO Ultra Short Term Bond ETF	Canadian	3.97%
Ballard Power Systems Inc.	Canadian	1.97%
Waste Connections Inc.	Canadian	5.20%
Brookfield Infrastructure Units	Canadian	6.45%
BCE Inc.	Canadian	3.31%
Bank of Nova Scotia	Canadian	5.70%
Nutrien Ltd.	Canadian	7.33%
Magna International Inc.	Canadian	3.43%
BMO Global GLD Index ETF	Canadian	2.34%
iShares S&P TSX Energy ETF	Canadian	6.24%
Becton Dickinson & Co.	U.S.	3.20%
Apple Inc.	U.S.	6.03%
Johnson & Johnson	U.S.	3.63%
JP Morgan Chase & Co.	U.S.	4.70%
Microsoft Corp.	U.S.	7.13%
Visa Inc.	U.S.	3.68%
BMO India Equity Index ETF	International	4.05%
Vanguard FTSE Developed Europe ETF	International	5.62%
Vanguard FTSE E/M All Cap	International	4.41%
iShares Global Water Index ETF	Alternative	3.79%
Cash	Cash	5.25%

## Transactions Executed In The Quarter

Issuer	Action
No Transactions Executed in Q4	

## Portfolio Manager's Comments

North American equity markets experienced record highs in Q4. This, despite rising interest rates and inflation, supply chain woes & the emergence of the Omicron variant.

Q4 - 2021 pushed Canadian markets higher (S&P/TSX) for a total gain of **+25.1%** in 2021. US markets (S&P 500) outperformed Canada and finished the year up **+28.7%**. Globally, Emerging Markets (MSCI EM) continued to struggle in Q4 and ended the year negative at **-2.3%**. Returns in Europe & elsewhere were robust for 2021 as evidenced by MSCI Europe and MSCI AC World both finishing the year up just over **+19.0%**.

We believe that increasing inflation, supply chain woes, rising interest rates, and COVID variants will continue to present obstacles for the return of much needed economic predictability. In turn, all of these issues pose a potential threat to equities. As long as we are unable to predict with reasonable certainty when these issues will resolve themselves, markets will remain volatile in the same way that 2022 has just now begun. That said, we continue to view investing as a long term play. We view any resulting downside as an opportunity to add to some of our long held existing positions that have provided you with significant outperformance. Such positions include **Apple Inc. (AAPL)**, **Brookfield Infrastructure Partners (BIP.UN)**, **Microsoft (MSFT)**, **Nutrien (NTR)**, **JP Morgan Chase & Co (JPM)** & **Waste Connections (WCN)**.

There were no transactions executed in the **Zava Global Growth and Income Private Portfolio** in Q4.

Your **Global Growth & Income Private Portfolio** continues to outperform it's Benchmark for the 1 year period with a return of **+26.54%**. An investment since inception (March 4, 2014) would now have provided you with an **annualized return of 9.19% per year**.

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