

# ZAVA Global Growth & Income Private Portfolio

## March 31<sup>st</sup>, 2023 (1<sup>st</sup> Quarter)



INVESTING



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## Portfolio Performance

	6 months	1 Year	3 Years	5 Years	Since Inception
<b>PORTFOLIO Performance</b>	12.51%	0.96%	17.33%	7.92%	8.21%
<b>BENCHMARK Comparison</b>	12.33%	-2.15%	14.17%	7.45%	7.55%

<b>Value of Private Portfolio</b>	
March 4, 2014 (Inception Date)	\$30,133
March 31, 2023	\$61,706

**Returns:** Returns for periods greater than 1 year are **Annualized**.

**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

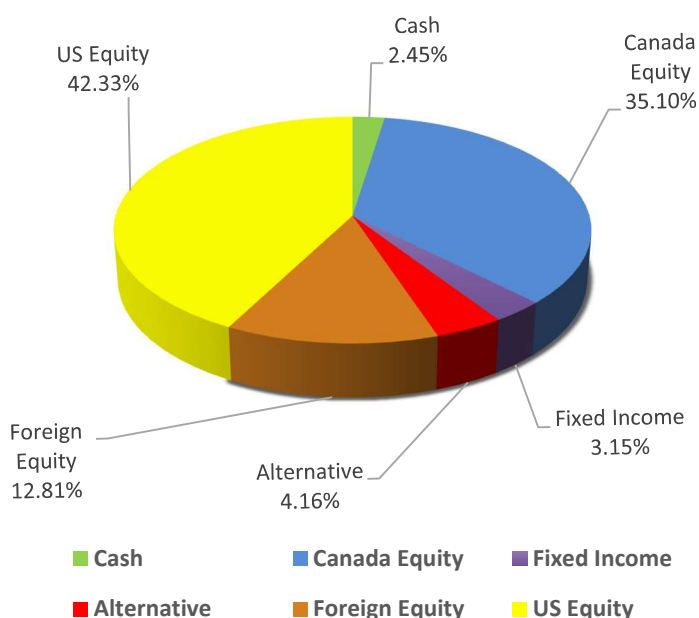
The ZAVA Global Growth & Income Private Portfolio employs a mostly passive investment style using Exchange Traded Funds (ETFs). ETFs are an excellent vehicle used to obtain broad diversified exposure to various geographies, sectors and styles. Additionally, some individual stock selections will be made 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.

## 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.

## Private Portfolio Asset Allocation



**NATIONAL BANK  
FINANCIAL**  
WEALTH MANAGEMENT

**zava**

Portfolio Management Group

## Your Private Portfolio at End of Q1

Issuer	Region	Weight
BMO Ultra Short Term Bond ETF	Fixed Income	3.15%
Waste Connections Inc.	Canadian	6.10%
Brookfield Infrastructure Units	Canadian	5.56%
BCE Inc.	Canadian	3.34%
Bank of Nova Scotia	Canadian	4.20%
Nutrien Ltd.	Canadian	7.45%
iShares S&P TSX Energy ETF	Canadian	8.45%
NVIDIA Corp CDR	U.S.	5.37%
Stryker Corp	U.S.	5.01%
Apple Inc.	U.S.	7.96%
First Trust Nasdaq Cybersecurity ETF	U.S.	3.38%
Goldman Sachs Group Inc.	U.S.	2.87%
Charles Schwab Corp	U.S.	4.60%
JP Morgan Chase & Co.	U.S.	2.86%
Microsoft Corp.	U.S.	6.33%
Visa Inc.	U.S.	3.96%
BMO India Equity Index ETF	International	3.92%
Vanguard FTSE Developed Europe ETF	International	5.16%
Vanguard FTSE E/M All Cap	International	3.73%
iShares Global Water Index ETF	Alternative	4.16%
Cash	Cash	2.45%

## Transactions Executed In The Quarter

Issuer	Action
Charles Schwab Corp	BOUGHT
BMO India Index ETF	ADDED
Johnson & Johnson	SOLD

## Portfolio Manager's Comments

Global markets experienced solid gains in Q1 after ending 2022 decidedly negative. The US tech market, as represented by the [Nasdaq](#) recorded a strong **+16.7 %** comeback in Q1 on the back of such names as **Amazon, Apple, Microsoft, Nvidia & Facebook**.

There were a number of events in Q1 that directly impacted markets and your Portfolio, including two US Fed rate hikes. The rate hikes were smaller than prior increases and provided the prospect of a FED pause sometime soon providing a push for growth stocks. Further, markets were spooked by the Silicon Valley Bank collapse and Credit Suisse 'failure', as well as a surprise OPEC+ production cut leading to a spike in the price of crude oil.

The **S&P/TSX** gained **+4.6%** in Q1 while U.S. markets (**S&P 500 & the Dow**) were up **+7.5%** and **+0.9%** respectively. Global markets such as Europe (**MSCI Europe**) rose **+8.0%** and Emerging Markets (**MSCI EM**) added **+3.4%**.

Transactions in your Portfolio in Q1 included trimming our positions slightly in **NVIDIA Corp CDR (NVDA)**, **JP Morgan Chase & Co. (JPM)** & the **BMO Ultra Short Term Bond ETF (ZST)**. We added slightly to our position in the **BMO India Index ETF (ZID)**. We took advantage of the turmoil in US Banking stocks to initiate a position in the **Charles Schwab Corp. (SCHW)** with proceeds from our sale of **Johnson & Johnson** for a small gain. The Portfolio benefitted significantly in Q1 as a result of our holdings of **Apple Inc. (AAPL)**, **Microsoft (MSFT)** & **NVIDIA (NVDA)**.

Your **Global Growth & Income Private Portfolio** continues to outperform it's Benchmark for every reported period. An investment "Since Inception" (March 4, 2014) would now have provided you with an **annualized return of +8.21%** over an almost 9 year period.

Issuer	Action
BMO Ultra Short Term Bond ETF	TRIMMED
NVIDIA Corp CDR	TRIMMED
JP Morgan Chase & Co.	TRIMMED

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I have prepared this commentary to give you my thoughts on various financial aspects and considerations. This commentary reflects my opinion alone and may not reflect the views of National Bank Financial Group. In expressing these opinions, I bring my best judgement and professional experience from the perspective of someone who surveys a broad range of investments. Therefore, this report should be viewed as a reflection of my informed opinions rather than analyses produced by the Research Department of National Bank Financial. National Bank Financial is an indirect wholly-owned subsidiary of National Bank of Canada. The National Bank of Canada is a public company listed on the Toronto Stock Exchange (NA: TSX). National Bank Financial is a member of the Canadian Investor Protection Fund (CIPF). • National Bank Financial may act as financial advisor, fiscal agent or underwriter for certain companies mentioned herein and may receive remuneration for its services. National Bank Financial and/ or its officers, directors, representatives, or associates may have a position in the securities mentioned herein and may make purchases and/or sales of these securities from time to time on the open market or otherwise. The particulars contained herein were obtained from sources we believe to be reliable but are not guaranteed by us and may be incomplete. Unit values and returns will fluctuate, and past performance is not necessarily indicative of future performance.