

## Portfolio Manager Commentary

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With the end of the first quarter of 2022 behind us, it is a good time to reflect on where we have been over the past roughly two years. After more than a year and a half of dealing with the virus, with the Covid vaccination rollout largely complete in developed markets, 2022 was shaping up to be another year of recovery from supply-chain issues, inflation concerns and the general health crisis. All that changed with the Russian invasion of Ukraine on February 24<sup>th</sup>. Commodity markets have been upended, as Russia and Ukraine combined account for much of the world's agricultural exports, while Russia is also critical in energy and metals markets globally. In this environment, most world markets are negative so far in 2022, with bonds also printing a negative return. With that considered, we are happy to report that the **basket is up 4.7% so far on the year**, benefiting from some of the changes we made in 2021 and from the large allocations to energy and materials. Given the terrible human tragedy of the war in Ukraine and the growing humanitarian crisis in cities like Mariupol, we hope that an end to the conflict comes swiftly and without much further bloodshed. Over the past two years we have been thoroughly reminded that health, well-being, and security and safety are the most important aspects in our lives, and we hope that the rest of the year brings you more of these. In the meantime, we thank you for your continued confidence and we will be in touch soon to make sure you are on track going forward.



I have prepared this commentary to give you my thoughts on various investment alternatives and considerations which may be relevant to your portfolio. This commentary reflects my opinions alone, and may not reflect the views of National Bank Financial Group. In expressing these opinions, I bring my best judgment 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.

### Investment Objectives

To provide a diversified portfolio, predominantly of Canadian securities, that produces capital appreciation and moderate income. The portfolio performance will be proportionately measured against the TSX and US indices.

### Fund Details

**Inception Date:** Sept. 25, 2002  
**Inception Value:** \$12,980 Cdn  
**31 Mar 22 Value:** \$61,005 Cdn  
**Total Distributions:** \$14,443 Cdn  
**(Since Inception)**

### Total Returns (gross of fees) 31 Mar 22

	<u>Basket</u>	<u>Benchmark</u>
<b>3 mths:</b>	4.72%	3.16%
<b>1 year:</b>	17.22%	17.93%
<b>3 years:</b>	13.89%	13.11%
<b>5 years:</b>	11.47%	10.67%
<b>Since Inception:</b>	10.43%	9.11%

### Present Holdings - As at Mar 31, 2022

<u>Company</u>	<u>Sector</u>	<u>Weighting</u>
Invesco QQQ (US)	Technology	8.93%
Canadian Pacific Railway	Industrials	8.48%
Healthcare iUnits (US)	Healthcare	8.30%
National Bank of Canada	Financials	7.87%
Canadian Natural Resources	Energy	7.38%
Teck Resources	Materials	7.13%
Tourmaline	Energy	6.44%
Bank of Nova Scotia	Financials	5.89%
Visa (US)	Technology	5.46%
Trisura Group Ltd.	Financials	4.97%
Canadian Tire Corp.	Consumer Discretionary	4.96%
Cenovus Energy	Energy	4.86%
Boeing (US)	Industrials	4.72%
BCE Inc.	Telecom	4.10%
Walt Disney Company (US)	Telecom	3.94%
Kinaxis	Technology	3.76%
Innervex Renewable Energy	Utilities	2.81%
<b>Total</b>		<b>100.00%</b>

### Portfolio Allocation

by Sector As at Mar 31, 2022

Energy	18.7%
Financials	18.7%
Technology	18.2%
Industrials	13.2%
Healthcare	8.3%
Telecom	8.0%
Materials	7.1%
Consumer Discretionary	5.0%
Utilities	2.8%
<b>Total</b>	<b>100.00%</b>

### Year Over Year Returns

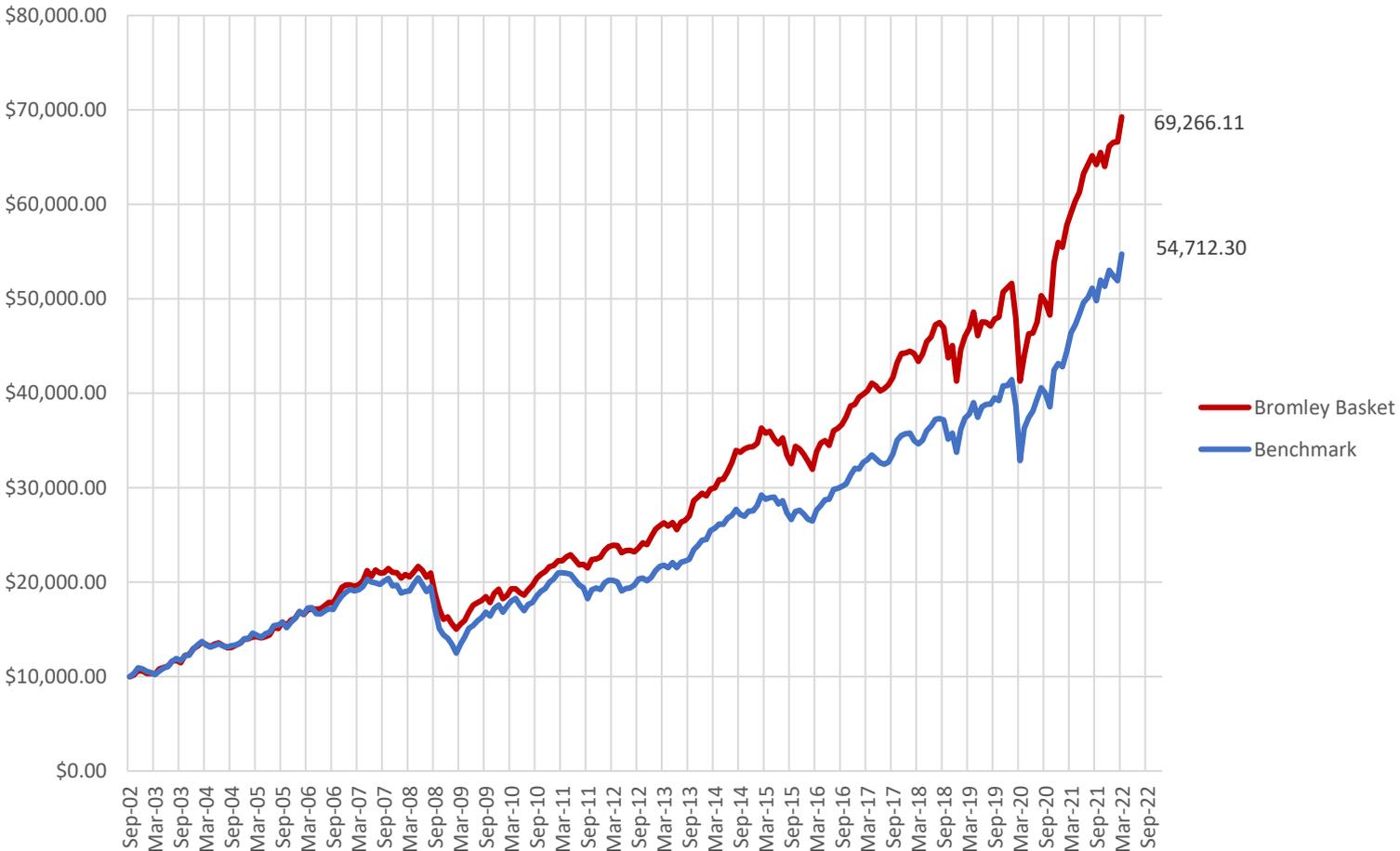
<u>Period</u>	<u>Return on Investment</u>
2002*	6.04%
2003	22.18%
2004	7.91%
2005	15.53%
2006	21.97%
2007	6.57%
2008	-22.26%
2009	18.04%
2010	12.31%
2011	4.69%
2012	9.52%
2013	18.59%
2014	16.82%
2015	-2.41%
2016	15.76%
2017	14.02%
2018	-6.74%
2019	23.95%
2020	9.36%
2021	18.21%

\*From 25 Sep 02 to 31 Dec 02

**Transaction Summary for the Quarter: Sold 100 Shares of Manulife Financial (MFC-T); Bought 142 Shares of Cenovus Energy (CVE-T)**

## Bromley Basket Growth from \$10,000 Performance Comparison

### Growth of \$10,000 in Bromley Basket vs Index



**Benchmark Calculated As:**  $\{0.7 \times (\text{S\&P/TSX Total Returns})\} + \{0.3 \times (\text{DJIU} \times \text{US\$})\}$

Note: Effective September 30, 2006, we changed one of the components of the Benchmark to more closely represent the holdings in our Basket. i.e. In the past, we were using the TSX300 Index to tabulate the Benchmark, but are now using the S&P/TSX Total Returns Index to calculate the Benchmark returns. For comparison purposes to our Benchmark, the returns are calculated gross of fees.

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