

# Managed Portfolios

## Addenda Total Equity

### Quick facts

**Inception date:**  
February 29, 2016

**Asset class:**  
Equity

**Minimum investment:**  
\$100,000

**Avg. number of holdings:**  
20-35

**Investment manager:**  
Addenda Capital

**Investment manager assets under management:**  
\$42.5B

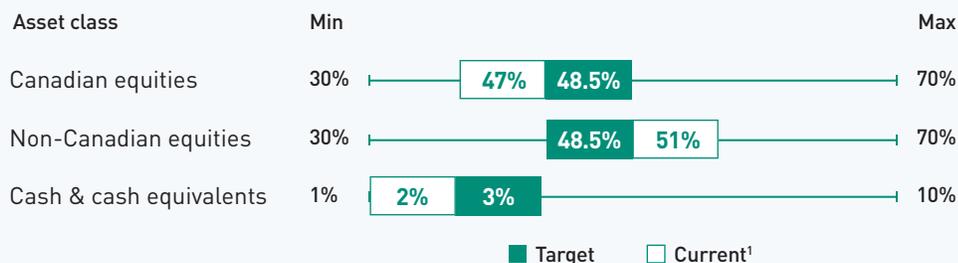
**Portfolio risk:**



## What does the Portfolio invest in?

The portfolio invests in a diversified portfolio of Canadian and non-Canadian equity securities, exchange traded funds (ETFs), and money market instruments and/or cash equivalents.

### Asset allocations



- Equities: the minimum market capitalization will be \$1 billion dollars (CAD and/or USD equivalent) at the time of purchase and invested in at least six out of 11 GICS (Global Industry Classification Standard Sectors)
  - Canadian equities: Target 10-15 securities
  - Non-Canadian equities: Target 10-15 securities

Suitable for investors whose objective is to achieve long-term capital growth, and is not intended for investors with a short-term investment horizon.

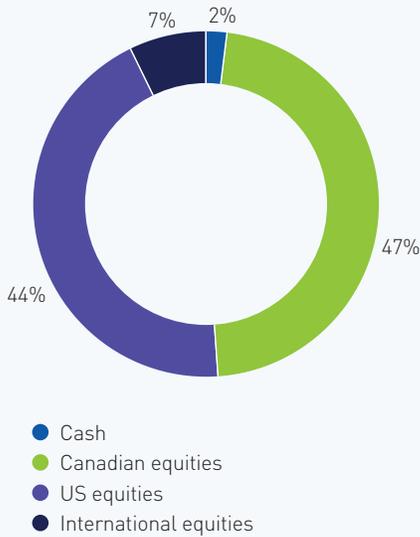
### Top ten holdings<sup>1</sup> (excluding cash and cash equivalents) %

1. Alphabet Inc-Cl C	6.0	6. Brookfield Corp	4.4
2. Bank Of Montreal	5.5	7. Franco-Nevada Corp	4.1
3. Toronto-Dominion Bank	5.5	8. Visa Inc-Class A Shares	4.1
4. Dollarama Inc	4.7	9. Relx Plc - Spon Adr	4.1
5. WSP Global Inc	4.5	10. Broadcom Inc	3.7

### Performance

	QTD	YTD	1 yr	3 yrs	5 yrs	Since inception (Annualized)
Portfolio	1.4%	11.6%	11.6%	14.0%	11.5%	11.1%
Benchmark	3.7%	22.1%	22.1%	21.2%	15.0%	13.3%

## Asset allocation<sup>1,2</sup>



## Repositioning for Q1 2026



### Sold or reduced positions (-11.1%)

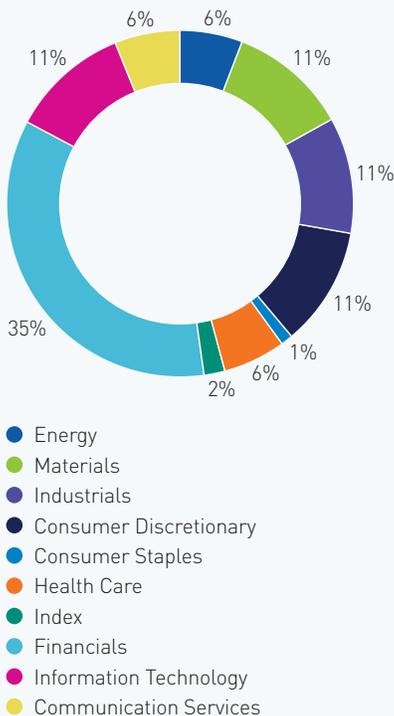
- Sold Essilor
- Sold Experian
- Trimmed Dollarama
- Trimmed CP Rail
- Trimmed BMO
- Trimmed CGI
- Trimmed cash



### Bought or increased positions (+11.1%)

- Initiated a new position in Relx
- Initiated a new position in Mitsubishi UFJ Financial Group
- Increased Amazon
- Increased Microsoft
- Increased S&P Global

## Equities sector allocation<sup>1,3</sup>



Average market cap. \$912.3B (equities only)

## Rationale:

From an Asset Mix perspective, we reduced the exposure Canadian equities and cash to increase our position in global equities which will bring it to a modest overweight relative to our benchmark.

Within the Canadian equity component, we trimmed our positions in **Dollarama** and **CP Rail** to fund the asset mix shift described above. We trimmed Dollarama as the stock continues to hit all-time highs and valuation is somewhat of a concern, as is the outsized weight in the portfolio due to outperformance. We trimmed CP Rail as we have a large position and the uncertainty surrounding the U.S./Canada free trade agreement and the impact of tariffs continues to be a headwind for Canadian rail stocks. We remained bullish on the long-term prospects for both companies. Finally, positions in **BMO** and **CGI** were trimmed to also fund the asset mix shift, and to better align the weights with our other Canadian equity portfolios.

Within the global equity component, we liquidated both **Essilor** and **Experian**. While Essilor had a more neutral stock return in Q4, it returned over 30% in 2025. Current valuations remain elevated, despite the positive outlook which, coupled with the team's concerns about liquidity in this holding, led us to exit the position.

With respect to Experian, the team has some concerns about the liquidity of the underlying ADR vehicle and believe **Relx** (new addition) has a more favourable valuation and similar thematic exposure. The team also initiated a new position in **Mitsubishi UFJ Financial Group**, which is Japan's largest financial institution, and offers a wide range of financial services including commercial banking, trust banking, securities, asset management, and leasing. The company also has exposure to the US market, with a 24% stake in Morgan Stanley. Finally, and as a result of the asset mix shift discussed above, the proceeds are being used to increase the exposure to **Amazon**, **Microsoft** and **S&P Global**.

## Investment manager overview

Addenda Capital is an investment management firm providing solutions for institutional and high net worth clients. They offer clients expert services in a broad range of asset classes. Addenda's mission is to add value through innovation, discipline and integrity, and to nurture genuine partnerships with their clients.

### Management style

Canadian equities (Value)      Global equities (GARP<sup>4</sup>)

## Investment philosophy

Addenda provides a Total Equity strategy that employs two separate portfolio management teams that abide to investment styles that are suitable given their landscape to create high conviction, concentrated portfolios. The Canadian equity component is managed with a value tilt and consists of companies with diversified business models and attractive price-intrinsic value relationships. The companies invested in have the potential to generate strong relative and absolute returns over time. Global equities are managed with a Growth At a Reasonable Price (GARP) investment style and include companies with solid and repeatable competitive advantages, a history of innovative capabilities, seasoned management, non-commoditized business models, consistent earnings and free cash flow.

## Investment process and risk controls

- For Canadian equities, Addenda's analysis and research is focused on various elements to decipher whether a company remains able to generate strong free cash flow over time. Subsequently, Addenda looks for the company to be priced in the market at a discount to its estimated intrinsic value. When managing a dividend approach, the focus is equally placed on the company's ability and willingness to continue to distribute and/or increase its future dividend payments.
- For global equities, Addenda believes that added value stems from sustainable and repeatable earnings growth. Addenda's approach is driven by fundamental research, focused on obtaining a deep understanding of secular growth themes. Once an understanding of the key growth drivers behind a theme is determined, Addenda's research focus shifts to finding companies well positioned to leverage those themes. Addenda seeks global or regional leaders with the ability to outpace its peers and end markets through its capacity to sell value-added products and/or services.

## Key strengths

- Adding value through innovation and discipline
- Strong team work, rich insights
- Leveraging extensive fundamental research capabilities
- Guided by strong governance and sound judgement
- A culture based on integrity
- Environmental, social and governance (ESG) criteria inherent in the investment philosophy<sup>4</sup>
- Addenda is a United Nations Principles for Responsible Investment (PRI) signatory

# About Aviso Wealth

Aviso Wealth is part of Aviso, one of Canada's largest independent wealth management firms. Owned by the credit unions, we serve hundreds of thousands of investors at credit unions across Canada.

With approximately \$130 billion of assets under administration and management, Aviso has the resources to bring the best products and services to credit unions and their members. Invest with confidence, with your credit union and Aviso.

- Nearly 30 years as the wealth management provider to credit unions across Canada.
- One of Canada's largest independent wealth management firms.
- Parent company of Aviso Wealth, NEI Investments, and Qtrade.
- Owned by Canada's credit unions and Desjardins.



<sup>1</sup> As of January 8, 2026 after quarterly rebalancing unless otherwise stated.

<sup>2</sup> Includes SPDR S&P 500 ETF

<sup>3</sup> Excludes SPDR S&P 500 ETF

<sup>4</sup> GARP (Growth at a reasonable price)

<sup>5</sup> Tobacco and weapons companies are screened-out of portfolios. Tobacco: Exclude tobacco companies and companies that derive a material portion of their revenue from tobacco-related products such as filters, rolling papers or packaging, or from the sale of tobacco or tobacco-related products. Applies to equity holdings only. Weapons: Exclude companies that derive revenue from military contracts that violate International Humanitarian Law (IHL), and nuclear weapons contracts; companies that derive a material portion of their revenue from the manufacture of legal weapons systems and/or tailor-made components for these weapons systems; and companies whose activities are connected with the manufacturing of automatic or semi-automatic weapons intended for civilian use, or derive a material portion of their revenue from the sale or distribution of such weapons. Applies to equity holdings only.

Indicated rates of return are calculated using the time-weighted rate of return methodology for the period ended, December 31, 2025, and do not take into account management expenses, custodial fees, account sales, redemption, distribution or optional charges or income taxes payable by any security holder that would have reduced returns.

Benchmark Index: 50% S&P/TSX 60/50% MSCI World Net (CAD).

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