



Diocese of Toronto



# Anglican Church of Canada

Investment Manager Performance

3<sup>rd</sup> Quarter 2013



PAVILION

# Summary

- The Anglican Total Portfolio provided an estimated 3<sup>rd</sup> quarter 2013 return of 4.2%\*, outperforming the Pavilion Balanced Benchmark by 0.6% and the median Balanced manager by 0.4%.
- On a relative basis Letko was again the best performer this quarter. Scotia was the only balanced manager to underperform the peer median and index over the quarter.

Manager	Market Value at September 30 <sup>th</sup> , 2013	Manager Weight	Q3 Return
FG&P	53,730,837	49.9%	4.4%
Letko Brosseau	29,480,582	27.4%	5.0%
Scotia	24,400,292	22.7%	2.9%
<b>Estimated Total Portfolio Return*</b>			<b>4.2%</b>
<b>Pavilion Balanced Benchmark</b>			<b>3.6%</b>
<b>Pavilion Balanced Median</b>			<b>3.8%</b>

\* The estimated total portfolio return for the quarter is a weighted-average calculation using the return provided by each manager for the quarter and the market value of each manager's portfolio at the beginning of the quarter.

Pavilion Balanced Index: 30% S&P/TSX, 15% S&P 500, 15% MSCI EAFE, and 40% DEX Universe.

# Summary

- The Total Portfolio returned an estimated 14.6%\* over the latest 12-month period, outperforming the benchmark by 5.3% and median manager by 4.1%. Letko was responsible for the largest amount of added value over this period (10.8%), while Foyston outperformed the index by 5.4%. Scotia has not performed as well over the past year, underperforming the index 1.4% and ranking in the 4<sup>th</sup> quartile of the universe.
- Over the past year, both Foyston and Letko generated exceptionally strong performance in Canadian Equities, placing in the top quartile and outperforming the index by a double-digit amount. While Scotia was a large detractor in Canadian Equities, they outperformed the Canadian Fixed Income median over the past year. While both Foyston and Scotia demonstrated weak International Equity performance over the past year, Scotia's 1-yr figure is particularly weak, trailing the index by 25.7% and ranking at the bottom of its peer group. This was largely the result of Scotia's decision to go with EM exposure for the non-US portion of the balanced mandate. Scotia's US Equity performance was also the weakest in the last 12 months, trailing the index by 1.9% and ranking at the bottom of its peer group. Letko had a strong 12 months in Global Equity, outperforming the index by 11% and ranking in the 1<sup>st</sup> quartile.

Manager	1 Year Return
FG&P	14.7%
Letko Brosseau	20.1%
Scotia	7.9%
<b>Estimated Total Portfolio Return**</b>	<b>14.6%</b>
<b>Pavilion Balanced Benchmark</b>	<b>9.3%</b>
<b>Pavilion Balanced Median</b>	<b>10.5%</b>

\* Mercer's portfolio was terminated in early July 2012; therefore it is no longer included in the 1 Year Return calculation.

\*\* The estimated total portfolio return for the 1-year period is a weighted-average calculation using the quarterly return provided by each manager, and the market value of each manager's portfolio at the beginning of each quarter.