

DM Foreign Equity Portfolio

1st QUARTER 2019 REPORT

MANDATE

The DM Foreign Equity Portfolio comprises shares of US-listed stocks selected on the basis of valuation, consistent free cash flow generation, and management strength. Particular attention is paid to each management team's history of capital deployment.

REVIEW & OUTLOOK

Following a difficult end to 2018, the S&P 500 surged to start the new year, posting its strongest quarter in nearly a decade. DM Foreign Equity kept pace through the period and maintained its sizable advantages over the benchmark in the one and 3-year time frames. Significant gains were generated by Thermo-Fisher Scientific, Danaher Corp., Mastercard, and Roper Technologies, each of which returned between 22% and 29% during the interval, while the only substantial weakness came from CVS Corp., as the market reacted to possible margin pressure in 2019.

PORTFOLIO PERFORMANCE (to 31-Mar-19)

	Q1-19	1 year	3 year	5 year	10 year	Inception*
DM Foreign Equity (CAD)	11.0%	20.4%	16.3%	13.8%	15.9%	9.5%
S&P 500 Total Return (CAD)	11.2%	13.4%	14.5%	15.2%	16.6%	9.5%

* inception date is 31-Mar-07; returns are annualized for periods > one year and reported in Canadian dollar terms.

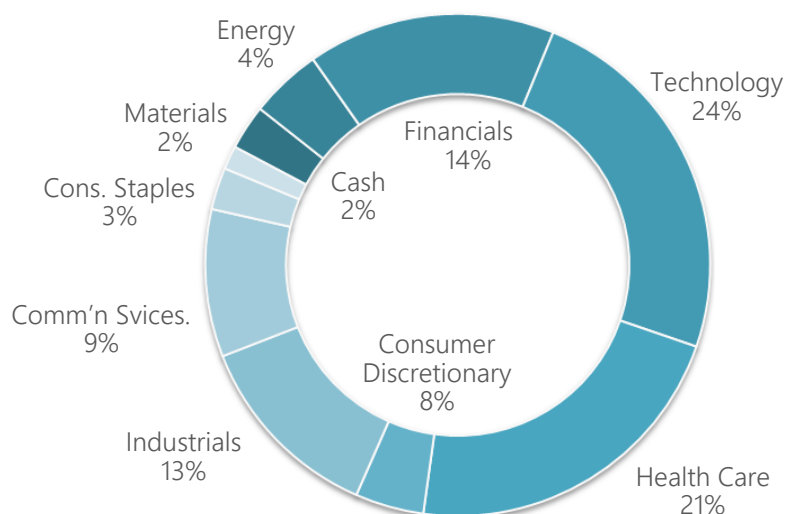
PORTFOLIO ATTRIBUTES

	DM Foreign Equity	S&P 500
Dividend Yield	1.4%	2.0%
Fwd. P/E Ratio	18.1x	16.0x
# of Holdings	35	

Top 10 Holdings

Visa Inc.	Danaher Corp.
Berkshire Hathaway	Comcast Corp.
Alphabet Inc.	Oracle Corp.
Microsoft Corp.	Apple. Inc.
Thermo-Fisher Scien.	Roper Technologies

Sector Allocation (31-Mar-19)



The information above compares the performance of the DM Foreign Equity Portfolio ("the Composite") with the S&P 500 Total Return Index. Composite and benchmark performance is calculated using time-weighted rates of return. Composite performance is calculated prior to the deduction of investment management fees, but after the deduction of all trading costs. The performance presented above is historical and may vary from account to account. DM does not guarantee any rates of return and past returns do not indicate future performance. Certain non fee paying accounts may be included in this composite. Future rates of return could be positive or negative.