

CI Global Equity Momentum Private Pool Third-quarter 2019 Commentary

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Fund Holdings

- At the beginning of the previous quarter, the Fund had exposure to U.S. equities (through our holding in SPDR S&P 500 ETF Trust) and to European equities (iShares MSCI Eurozone ETF).
- In addition, we were invested in the United Kingdom (iShares MSCI United Kingdom ETF) and to Japanese equities (iShares MSCI Japan ETF).
- In September, the Fund's assets under management increased substantially, which now allows us to directly invest in securities as opposed to holding exchange-traded funds (ETFs). As a result, we took long positions in many individual securities, the largest being Sony Corp. and Microsoft Corp.

Outlook

- An anticipated global growth slowdown is increasingly being factored into bond markets and, as a result, equity investors are anticipating immediate, sizeable monetary stimulus from central banks. Macro risks such as trade tensions, Brexit and upcoming key elections are exacerbating the late-cycle dynamics of more frequent and extreme bouts of volatility. While we have been keenly attuned to indicators of a recession, further market gains may still be in the offing – but this is unlikely to occur unless central banks take decisive action to arrest an economic slowdown.

Sources: Bloomberg Finance L.P. and Picton Mahoney Asset Management, as at September 30, 2019.

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