

Fund Objective & Manager:

The Fund is designed for investors seeking a broadly diversified exposure to non-North American equities (Europe, Australia, and the Far East) with investment decisions based on value investing.

The Fund is managed by Sprucegrove Investment Management Ltd. of Toronto. Prior to founding Sprucegrove Investment Management in September 1993, the Sprucegrove Investment Management team managed the Confederation Life International Pooled Fund since its inception in 1985.

Investment Style:

We utilize a value approach to stock selection, applying bottom-up, fundamental analysis to all investment decisions. Our investment goal is to protect our client's capital while offering superior investment growth, regardless of economic conditions. We seek to invest in companies with stable earnings with a long term business model and management team that we have a high level of comfort in. We focus on finding companies with a proven track record of paying and increasing their dividend over time.

As value investors, we tend to include companies in the portfolio when they are "out of favour" by the market and have declined in price. Companies can become undervalued when there is a lack of investor awareness, when an entire industry is out of favour with investors, or when a company experiences a short-term difficulty which, following careful analysis, we believe can be overcome. By purchasing these companies after a price decline, we find we are able to control risk in the portfolio as these investments often have less downside risk while offering a decent potential return.

Fund Details		International Equity	Availability:	Discretionary Clients
Asset Class:		International Equity		
Fund Size:		\$1.8 billion	RRSP/RRIF Eligible:	Yes
Series:		C	Benchmark:	MSCI EAFE Index (C\$)
Series Inception Date:		April 1995		

Top 10 Holdings (% of Net Asset Value)**	
1. TGS NOPEC Geophysical Co	1.5%
2. China Mobile Limited	1.5%
3. SAP SE	1.4%
4. Gail (India) Ltd	1.4%
5. Omron Corp	1.3%
6. The Weir Group	1.3%
7. Sasol	1.3%
8. Diageo	1.2%
9. Venture Corporation Limited	1.2%
10. Shin-Etsu Chemical Co Ltd	1.2%

Portfolio Composition (% of Net Asset Value)***	
Europe Ex-UK	32.3%
UK	21.3%
Pacific Ex-Japan	17.0%
Non-EAFE	14.6%
Cash & Cash Equivalents †	1.9%
Japan	12.9%

Sector Mix (% of Net Asset Value)**	
Industrials	17.2%
Materials	15.4%
Consumer Discretionary	14.8%
Financials	13.8%
Information Technology	11.2%
Energy	10.6%
Consumer Staples	6.2%
Health Care	3.4%
Cash and Equivalents	1.9%
Real Estate	1.9%
Telecommunication Services	1.8%
Utilities	1.8%

Compound Returns*		3 mo.	1 yr.	3 yr.	5 yr.	10 yr.
Fund		7.5%	24.3%	7.6%	11.8%	3.7%
MSCI EAFE (C\$)		6.4%	14.7%	6.9%	12.1%	2.5%

Calendar Year Returns*		YTD	2016	2015	2014	2013	2012	2011	2010	2009	2008
Fund		7.5%	7.6%	8.8%	4.8%	25.1%	14.9%	-8.7%	12.3%	16.7%	-28.4%
MSCI EAFE (C\$)		6.4%	-2.0%	18.3%	3.7%	31.3%	14.8%	-10.2%	2.4%	12.6%	-29.8%

† Cash and cash equivalents includes other assets and liabilities

* Returns reflect changes in unit value and distributions reinvested. They do not take into account charges or commissions that an external broker may charge for purchasing/redeeming the mutual funds which would have reduced returns. Past returns do not necessarily indicate future performance.

** The summary of investment portfolio may change due to ongoing portfolio transactions of the investment fund. A quarterly update is available upon request.